

Karolinska Development publishes prospectus supplement relating to the directed share issue to the Company's convertible holders

STOCKHOLM, SWEDEN – 6 November 2019. Karolinska Development AB (Nasdaq Stockholm: KDEV) (“Karolinska Development” or the “Company”) prospectus supplement relating to the directed issue of series B shares to the holders of the Company’s 2015/2019 convertible loan (the “Directed share issue”) was approved by and registered with the Swedish Financial Supervisory Authority on November 6, 2019.

The prospectus supplement has been prepared due to Karolinska Development’s announcement on November 6, 2019 that the Company has entered into binding agreements to set-off and repurchase 94 per cent of the outstanding convertible loan.

The prospectus supplement relating to the Directed share issue is now available at the Company’s website (www.karolinskadevelopment.com) and DNB Markets’ website (www.dnb.se/emission).

Investors who prior the publication of this prospectus supplement have applied for or otherwise consented to subscribe for shares in the Offer are pursuant to Chapter 2, Section 34 of the Swedish Financial Instruments Trading Act are entitled to withdraw their application or consent within two business days from the publication of the Supplement Prospectus, i.e., until November 8, 2019. Revocation must be made in writing to DNB Markets Securities Services, SE-105 88 Stockholm Sweden, or by e-mail to emissioner@dnb.se. Investors who have subscribed for shares through a nominee shall contact their nominee for revocation. Application that is not withdrawn within the specified time frame will remain binding and investors who do not wish to withdraw their application for subscription of shares do not have to take any action.

For further information about the Directed Share Issue, please refer to the Company’s press releases issued on 29 May, 26 June, 28 June, 5 July, 27 September and 6 November 2019.

Advisers

DNB Markets is acting as financial adviser and Cirio Advokatbyrå as legal adviser to Karolinska Development in connection with the Directed share issue.

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TO THE EDITORS

About Karolinska Development AB

Karolinska Development AB (Nasdaq Stockholm: KDEV) is a Nordic life sciences investment company. The company focuses on identifying breakthrough medical innovations that are developed by entrepreneurs and leadership teams. The Company invests in the creation and growth of companies that advance these assets into commercial products that are designed to make a difference to patients' lives while providing an attractive return on investment to shareholders.

Karolinska Development has access to world-class medical innovations at the Karolinska Institutet and other leading universities and research institutes in the Nordic region. The Company aims to build companies around scientists who are leaders in their fields, supported by experienced management teams and advisers, and co-funded by specialist international investors, to provide the greatest chance of success.

Karolinska Development has established a portfolio of nine companies targeting opportunities in innovative treatment for life-threatening or serious debilitating diseases.

The Company is led by an entrepreneurial team of investment professionals with a proven track record as company builders and with access to a strong global network.

For more information: www.karolinskadevelopment.com.

This information is information that Karolinska Development AB (publ) (Nasdaq Stockholm: KDEV) is obliged to make public pursuant to the Financial Instruments Trading Act. The information was submitted for publication, through the agency of Viktor Drvota, at 17.00 CET on 6 November 2019.