

Press release, February 3, 2015

**Norlandia Care Group AS acquires KOSMO AB,
becomes third largest in Swedish elderly care**

Norwegian company Norlandia Care Group AS today announce the acquisition of Swedish company KOSMO. Under the terms of the agreement, Norlandia will acquire 100% of the shares of KOSMO.

Norlandia CEO Hilde Britt Mellbye says: “We are delighted to have the dedicated and skillful people of KOSMO join our ranks. So much passion for high quality elderly care will boost our efforts to become a leading care provider in the Scandinavian market.”

KOSMO founder and largest shareholder Kristina Bardh says: “Now that the time has come to pass on the ownership of the enterprise we have built over the last 22 years, we feel that Norlandia is uniquely able to uphold the traditions we have established and renew the company in a manner consistent with our vision for dignified, individualized care.”

Senior management at both companies have known each other professionally for a number of years, and have come to develop a mutual sense of respect and appreciation. The organizations share the same set of values and approach the provision of care with the highest respect for the unique needs of each individual. Both companies appreciate good quality systems and are both ISO certified.

Current VD of Norlandia in Sweden, Kerstin Stålskog, will assume the VD position of the combined entity in Sweden. She will continue to be based in Stockholm. The members of the existing management team of KOSMO have indicated that they will continue to be part of the organization. Kristina Bardh will retire from daily operations. However, she has accepted an invitation to become a board member of Norlandia Care AB in Sweden, which is much appreciated by Norlandia.

The deal makes Norlandia the third largest operator of elderly care in Sweden, with 41 units under management.

Kosmo has since its founding been engaged with care for the elderly, on contracts or framework agreements. The company also offers home care. The company conducts most of its operations in Stockholm, Uppsala/Västerås, southern Sweden, and Linköping/Örebro. In total, Kosmo operates 28 units.

About KOSMO: Kosmo AB (Kropp och Själ Med Omtanke i Helsingborg AB) was founded by Kristina Bardh and Lena Larsson in 1992. It has annual revenues of 750 million Swedish kroner and 1580 employees.

About Norlandia: Norlandia Care Group AS operates preschools, patient hotels, and elderly care units. It has revenues of about 2.0 billion Norwegian kroner, and 3900 employees. The company is headquartered in Oslo and is present in Norway, Sweden, Finland and the Netherlands. It is privately held by four Norwegian individuals with a long term perspective.

Media inquiries:

Norlandia CEO Hilde Britt Mellbye, 00 47 997 16 617

KOSMO founder Kristina Bardh, 04670 5746975