

**THE BOARD OF DIRECTORS' OF PRECISE BIOMETRICS AB (PUBL) PROPOSAL FOR
(I) AMENDMENT OF THE ARTICLES OF ASSOCIATION AND
(II) REVERSE SHARE SPLIT OF THE COMPANY'S SHARES 1:10**

For the purpose of achieving an appropriate number of shares in the company, the Board of Directors proposes that the annual general meeting 2019 resolves on reverse share split according to item (II) below. In order to carry out the reverse share split in accordance with the Board of Directors' proposal (II), the limits for the number of shares set forth in the articles of association must be adjusted in accordance with item (I) below.

(I) Proposal for resolution on amendment of the articles of association

To enable the reverse share split of the company's shares in accordance with the Board of Directors' proposal under item (II), the Board of Directors proposes that the annual general meeting resolves on amendment of the articles of association in accordance with the following:

The limits for the number of shares are changed from a minimum of 100,000,000 and a maximum of 400,000,000 shares to a minimum of 20,000,000 and a maximum of 80,000,000 shares, whereby § 5 of the articles of association shall be worded as follows:

§ 5

"The number of shares shall be not less than twenty million (20,000,000) and not more than eighty million (80,000,000)."

(II) Proposal for resolution on reverse share split of the company's shares 1:10

The Board of Directors proposes that the annual general meeting resolves on reverse share split of the company's shares, whereby ten (10) existing shares will be consolidated into one (1) new share (Sw. *sammanläggning 1:10*). If a shareholders' holding of shares does not correspond to a full number of new shares, the excessive shares will pass to the company at the record date of the reverse share split. Excessive shares will thereafter be sold by a securities institution appointed by the company at the company's expense, whereby concerned shareholders will receive their part of the sales proceeds.

The Board of Directors proposes that the annual general meeting authorises the Board of Directors to determine the record date for the reverse share split. The record date may not occur prior to the registration of the reverse share split with the Swedish Companies Registration Office.

Following the reverse share split, the number of shares in the company will decrease from 360,231,467 to 36,023,146. The proposed reverse share split will result in a change of the share's par value from SEK 0.03 to approximately SEK 0.3.

The Board of Directors also proposes that the annual general meeting authorises the Board of Directors, or any person appointed by the Board of Directors, to make such minor adjustments to the annual general meeting's resolutions in items (I) and (II) in order to enable registration with the Swedish Companies Registration Office (Sw: *Bolagsverket*) or Euroclear Sweden AB's administration.

The Board of Directors proposes that the resolution of the annual general meeting according to the Board of Directors' proposals under items (I) and (II) shall be adopted in one single resolution. The resolution of the annual general meeting according to the above is valid only if it has been approved by shareholders representing at least two thirds of the votes cast and the shares represented at the annual general meeting.

Lund in April 2019
The Board of Directors