

Stockholm, March 8, 2004

PRESS RELEASE 3/2004

Drott will release the following publications today

1. Annual report 2004
2. Listing prospectus for the shares in Bostadsaktiebolaget Drott
3. Corporate presentation of Fabège

These publications, in Swedish, are available online at www.drott.se and will be distributed to all shareholders registered directly in their own names and others who have expressed an interest in receiving financial information on Drott beginning on March 8, 2004.

The publications can also be ordered by phoning Drott's shareholder service at +46 20 65 66 00.

The English version of the listing prospectus will be available at the end of week 12, the other publications will be available at the end of week 13.

Annual General Meeting of Drott AB

The Annual General Meeting of Drott AB (publ) will be held at 4:00 p.m. (CET) on Tuesday, March 30, 2004 at Polstjernan Konferens, Sveavägen 77, Stockholm.

The notice of the meeting contains a number of decisions that are on the agenda.

The main proposals are a demerger of the Group into two companies – Bostads AB Drott and Fabège AB – and the transfer of SEK 3.3 bn to shareholders through a redemption.

As proposed, the demerger and transfer will basically be implemented as follows:

1. For every four shares in Drott AB (publ) owned as of March 30, 2004¹, shareholders will be entitled to receive one share in Bostads AB Drott (publ).
2. Drott AB (publ) will change its name to Fabège AB (publ).
3. For every four shares in Fabège AB (publ) owned as of April 22, 2004², shareholders will be entitled to redeem one share for SEK 150 in cash.

¹ As of March 31, 2004, the share will be listed exclusive of the right to the distribution of Bostads AB Drott, record date April 2, 2004

Example for a shareholder who currently owns 400 shares in Drott AB

If the Annual General Meeting approves the Board's proposal and a shareholder who currently owns 400 shares in Drott AB accepts the voluntary redemption offer, he/she will then own:

After the distribution of Bostads AB Drott:

- 100 shares in Bostads AB Drott (listed on Stockholm Stock Exchange's O-list on May 6, 2004)
- 400 shares in Fabege AB (formerly Drott AB)

After the distribution of Bostads AB Drott and redemption of shares in Fabege AB (formerly Drott AB):

- 100 shares in Bostads AB Drott (listed on Stockholm Stock Exchange's O-list on May 6, 2004)
- 300 shares in Fabege AB (formerly Drott AB)
- SEK 15,000 in cash (proceeds for redemption, paid out in late June)

Upcoming information

Assuming the approval of the Annual General Meeting, an information brochure on the redemption offer will be distributed to shareholders in early May.

Drott AB (publ)

Anders Böös
President

For further information, please contact:

- Drott's shareholder service at +46 20 65 66 00.
- Drott AB, +46 8 769 30 21 (Helena Stångberg Carlsson)

² As of April 23, 2004, the share will be listed exclusive of the redemption right, record date April 27, 2004