

Magnolia Bostad sells 180 residential units in Göteborg

Magnolia Bostad is selling 180 rental apartments in the new district of Nya Hovås in Göteborg to Heimstaden Bostad. The project consists of around 11,060 m² GFA for residential units and around 2,500 m² GFA for retail units and a garage. The estimated property value upon completion will be around SEK 450 million.

The sale will take place as a corporate transaction and concerns the property Hovås 451: 67. The project is part of the framework agreement with Heimstaden, which was signed in June 2018, has a zoning plan in force and a turnkey contract has been signed with Consto AB.

The Nya Hovås district, with a forest and the sea nearby, is a vibrant district with a variety of buildings filled with pleasant shops and meeting places, where a mixture of people live, work and socialize. In that context, this new neighbourhood will fit in well. The buildings are designed by the architects Arkitema. Building is expected to start during Q1 2021 and occupancy is expected in Q1 2023. Following the sale and handover of the project, Magnolia Bostad has a project management agreement with the buyer that runs until occupancy. The project management agreement is invoiced and revenue recognized on an ongoing basis.

“The property has a pleasant location in Nya Hovås, close to environmental amenities and also good public transport. This will be the second major project we have developed in the Göteborg area and we are happy to be part of the successful Nya Hovås urban development project,” says Niklas Ohldin, Western Regional Director.

Wistrand Advokatbyrå has acted as legal adviser to Magnolia Bostad.

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Magnolia Bostad AB, CIN 556797-7078, is a leading urban developer that develops new residential properties primarily rental apartments but also tenant-owned apartments, community service properties and hotels, in attractive locations in Sweden's growth areas and major cities. Housing is being developed both for sale and for self-management. Our work is based on a holistic approach where the operations are conducted in a way that promotes long-term, sustainable urban development. Magnolia Bostad's shares (MAG) are listed on Nasdaq Stockholm. More information is available at www.magnoliabostad.se