

Surveillance and Enforcement

July 2006

Stockholm Stock Exchange

The Stockholm Stock Exchange has in July issued criticism to one company for infringes of the rules that were not of such a serious nature that they required to be handled by the Disciplinary Committee. The company was criticized for not having disclosed sufficient information regarding a significant order that the company had received.

One foreign member firm was criticized for not having disclosed an acquisition of shares in accordance with the Swedish Industry and Commerce Stock Exchange Committee (NBK) rules concerning disclosure of acquisitions and transfers of shares.

During the month, two cases have been handed over to the Swedish Financial Supervisory Authority. One of these cases concerned suspected illegal insider trading and the other involved suspected market abuse in connection with trading at the end of the month.

Helsinki Stock Exchange

The Helsinki Stock Exchange criticized one listed company for not having published the decision to utilize the authorization from the AGM to buy back shares before initiating the stock repurchase program.

Copenhagen Stock Exchange

The Copenhagen Stock Exchange (CSE) issued a reprimand to a listed company for giving information to the press, which could cause uncertainty on the market, and not respecting the rules on simultaneous disclosure.

The CSE criticized a listed company for lack of rules and procedures to ensure that insider information is not published in a press release or elsewhere prior to the publishing via the stock exchange announcement. Furthermore, the stock exchange criticized the company for having inadequate readiness to ensure immediate disclosure upon being informed that a press release was published by a related company that demanded that the company published a release to the market.

During the period two companies were transferred to the observation segment. Color Print was transferred due to the fact that PCP 2006 Holding A/S submitted a voluntary conditional cash offer to the shareholders in Color Print. Greentech Energy Systems (Greentech) was transferred when the company announced that Greentech had explored the opportunities to carry out a merger with the Danish company Vindenergi Invest A/S (VEI) with Greentech as the continuing company. On Greentechs part the merger is conditioned on a due diligence of all projects and project rights.

Riga Stock Exchange

The Riga Stock Exchange (RSE) has on two occasions issued warnings for breaches of the disclosure rules. Both companies had failed to disclose, on a timely basis, the recent changes to their Management Boards and Supervisory Boards. The information was disclosed through the exchange

only after a request by the RSE, and after it had been published by mass media. The RSE reported the breach of rules to the Financial and Capital Market Commission.

Vilnius Stock Exchange

The Vilnius Stock Exchange (VSE) has issued criticism to one company for infringes of the rules on disclosure of information about material events. The issuer had failed to submit a disclosure to VSE in a timely manner. According to the rules a notification about material events must be submitted to Lithuanian Securities Commission (LSC) and VSE at least one hour before its submission to the market.

The VSE has issued criticisms towards exchange members on two occasions. The first issue concerned a case when a CT Block Transaction (Manual Trade specifying its type as Contract transaction) was concluded for less than established minimum volume of the shares. The second issue (possible market manipulation) concerned a case, when the client of an exchange member was placing buy orders just before the closing call and therefore affecting the last price of the trading session. The LSC was informed about the case.