

# Rules for the SIX30 Index (SIX30)

## 1. Introduction

SIX Financial Information (SIX) is the owner and Index Provider of the "**SIX30 Index**" (SIX30).

SIX30 is structured to reflect the market performance of the 30 most traded series of shares listed on the Stockholm Stock Exchange. The purpose of the index is to reflect a portfolio of the shares included in the index at any given time.

Ordinary dividends are not taken into consideration in SIX30.

## 2. Index share, index model

### 2.1 Selection of Index Shares

SIX30's index population consists of the 30 most traded series of shares in a particular measurement period in accordance with the definition below.

The index is reviewed semi-annually (January and July) and applies to shares which meet the following requirements:

- \* To be included in the index, the share must be listed on the Stockholm Stock Exchange.
- \* Only ordinary shares can be included in the index.

The trading of the shares meeting these requirements is then measured. The measurement period consists of the six-month period beginning seven months prior to the change of population (December–May and June–November).

When measuring trading for a share with parallel listing (e.g. listed in both EURO and SEK), the figures for trading will be added together and stated in SEK.

If an Index Share is not included in the 45 most traded shares in the measurement period, that Index Share will be replaced by the non-Index Share most traded during the measurement period.

If a non-Index Share is included in the 15 most traded shares in the measurement period, that Index Share will replace the least traded Index Share.

If, during the measurement period, the trading of a share which may be considered for inclusion as an Index Share derives mainly from a small number of transactions or relates to a limited period of time so that the trading is therefore considered by the Index Provider to be unrepresentative, the Index Provider may decide that the share in question will not be considered for inclusion as an Index Share.

If a company, which is not an existing Index Share, is subject to a public purchase offer, the company will not be considered for inclusion as an Index Share when a review takes place.

### 2.2 Changes in the composition of SIX30 aside from ordinary reviews

If, according to the Index Provider, trading is so low that the quality of the price obtained is considered to be unsatisfactory, the Index Provider may decide that a share will no longer be an Index Share. Notice of any such measure must be given at least two banking days before the measure is implemented.

If the company issuing an Index Share fails to fulfil the applicable requirements regarding information or if the share is considered unsuitable to be Index Share for any other reason, the Index Provider may decide that the share will no longer be an Index Share. Notice of any such measure must be given at least two banking days before the measure is implemented.

If the company issuing an Index Share is delisted from the Stockholm Stock Exchange due to bankruptcy, the Index Provider will decide that the share will no longer be an Index Share. The Index Share will be listed at a price of zero SEK on the last listing day that it is included in SIX30.

If an Index Share is subject to a public offer for acquisition of shares or a company issuing Index Shares approves a merger agreement, the Index Provider may decide that the share will no longer be an Index Share or that it must be changed for another share. In the event of any such change, the number of shares to be included in the index calculation is established by the Index Provider on the basis of the conditions for the offer or merger in question. The moment for the change will therefore be established by the Index Provider as follows:

- I. If the new Index Share is listed before the existing Index Share's last listing day, the change to the new Index Share will take place from its second listing day.
- II. If the existing Index Share is delisted before the new Index Share's first listing day, the existing Index Share will be removed from the index calculation from the day after its last listing day. The new Index Share will be included in the index calculation from its second listing day.

In the event of any such change, an average price will be applied.

### 2.2.1 Extra Index Shares

If a company's share is listed on the Stockholm Stock Exchange before the next change in the population, that company's share may be considered for inclusion as an extra Index Share. In order for the company's share to be considered for inclusion, the share's market value must be expected to account for at least 5% of the market value of SIX30 and the share's liquidity must be expected to be good.

If a company's share becomes an extra Index Share with less than three months of the measurement period remaining, that extra Index Share will also be included in SIX30 as an extra Index Share in the next period.

### 2.3 Definition of Index Share, etc.

The *Market Capitalization* will be calculated for each share by multiplying the number of ordinary shares by the last traded price. The day's index value is obtained by adding the *Market Capitalizations* specified above for all the shares included in the index population today and yesterday. Any adjustments (A) for issues are added to yesterday's total market capitalization for the index population (the base value). The ratio between these values is then multiplied by yesterday's index value.

### 2.4 Formula for calculating the Index Value

$$\text{SIX30} = \frac{\sum Q_t \cdot P_t}{\sum Q_{t-1} \cdot P_{t-1} + A) * \text{SIX30}_{t-1}}$$

SIX30	=Index value today
Q <sub>t</sub>	=Number of ordinary shares today
P <sub>t</sub>	=Last traded price today
Q <sub>t-1</sub>	=Number of ordinary shares yesterday
P <sub>t-1</sub>	=Last traded price yesterday
A	=Amount for adjustment of base value at new issues and the like
SIX30 <sub>t-1</sub>	=Index value yesterday



#### **2.4.1 Number of shares (Q)**

The number of shares per series is given by the current list of shares kept by the Index Provider. Changes to the number of shares due to issues or similar are taken into consideration from the moment a new last traded price is listed after such an issue.

#### **2.4.2 Share price (P)**

The share prices used to decide the index are last known traded prices.

#### **2.4.3 Index Value**

The index value is stated at two decimal places.

SIX30 was listed as 125 for the first time on 30 September 1986 and was based on the day's closing prices.

#### **2.4.4 Trading Day and Banking Day**

A Banking Day in Sweden is a day other than a Saturday, Sunday or other public holiday when banks in general in Sweden are open. A Trading Day is a day when the Stockholm Stock Exchange is open for trading.

### **2.5 Adjustment for rights issues, etc.**

#### **2.5.1 Standard method**

When a rights issue with precedence for existing shareholders takes place for an Index Share and the newly issued share does not significantly deviate from the ordinary share, the number of Index Shares will be increased according to the so-called standard method from the day the share is listed ex-rights. On that day, the base value will be adjusted in accordance with section 2.4 above. (A) is calculated by multiplying the newly-added number of shares by the issue price per share. It is assumed that the issue is fully subscribed for. If the issue is not fully subscribed for, the number of shares will be adjusted when the Index Provider receives full information on the outcome of the issue and the adjustment will take place in the manner decided by the Index Provider.

#### **2.5.2 Inclusion Method, Valuation Method and the Fixed Price Method**

If the company to which the Index Share relates adopts any of the measures listed below in any circumstances other than those contemplated in section 2.5.1 above – where the company's shareholders have a preferential right to participate – either the Inclusion Method, Valuation Method or the Fixed Price Method will be used, as decided by the Index Provider. The Inclusion Method shall primarily be used, followed by the Valuation Method and then the Fixed Price Method. The following measures may form the basis for an adjustment in accordance with this section 2.5.2.

\* Issue of convertible debt certificates, debt certificates with warrants to subscribe for new issues, or similar securities which, according to the Index Provider, have a decisive effect on the Index Share.

\* Offer to acquire securities or rights of any kind or to acquire such securities or rights without payment.

\* New issue involving a new type of share that is not an ordinary share and, according to the Index Provider, deviates significantly from the Index Share.

### Inclusion Method

The Inclusion Method may be used where the distributed share will be listed on an Exchange or market place approved by the index calculator and is considered as an eligible index share. If the distributed share is traded on the Ex-day, the share will be included in the index as an extra index share on that day. No adjustment will be made to the price of the distributing share and the start price for the extra index share will be set to zero. The extra index share will be included in the index calculation at average price and be removed from the index at the end of the day at that day's closing average price.

If the distributed share is to become listed on an approved Exchange in the near future after the distribution, it will become included as an extra index share on the Ex-day. The start value of the extra index share will be determined by the difference between the previous day's closing price and the first traded price on the Ex-day of the distributing share. That value will then be fixed until the first trading day of the extra index share. On its first trading day, the extra index share will start with the fixed price and then be included at average price. The extra index share will be removed from the index at the end of the first trading day at that day's closing average price.

### Valuation method

The Valuation Method can be used if the rights are listed on the Stockholm Stock Exchange or on any other stock market or market place approved by the Index Provider. In that case, the valuation is based on the average price for the rights on the day before the ex-dividend day. If the Index Provider considers the above valuation to be unrepresentative of the trading of the rights or if the valuation is otherwise unreliable, the Fixed Price Method with Valuation Intervals or the Fixed Price Method will be used instead.

If the rights can be valued according to the Valuation Method, the input price of the Index Share on the ex-dividend day is the previous trading day's last traded price with a deduction for the calculated value of the rights. The continuous index calculation is carried out thereafter using the last traded prices from the Stockholm Stock Market or other stock market or market placed approved by the Index Provider.

### Fixed Price Method

The Fixed Price Method involves the following:

During the Trading Day before the day the Index Share is listed ex-rights on the Stockholm Stock Exchange, the Index Share must be included at an average price when the index value is calculated.

On the day the Index Share is listed exclusive of a subscription right (or similar right), the index is calculated using the average price from the previous day's trading. The price in question will be used in the index calculation up to and including the first day when the last traded price exclusive of a subscription right (or corresponding right) was listed on the Stockholm Stock Exchange. A new market capitalization will be calculated for the following day on the basis of the last traded price from the previous day for all Index Shares except the Index Share in question, the value of which will be calculated on the basis of the average price from the previous Trading Day. The index value for the Index Share in question is thereafter calculated continuously on the traded price from the Stockholm Stock Exchange.

If the first day the Index Share is listed ex-rights or exclusive of any corresponding right is the same day as the share is trading ex-dividend, the fixed price will be reduced by the established dividend payout, so that the market capitalization will fall.

### **2.5.3 Bonus issue**

In the event of a bonus issue of an Index Share, the number of shares in the index calculation for the Index Share is increased by the number of new shares from the day when the Index Share is listed excluding fractional rights. If a bonus issue takes place which involves the issue of a new type of share which, according to the Index Provider, deviates significantly from the Index Share, the Fixed Price Method contemplated in section 2.5.2 will be used.

#### **2.5.4 Stock split and reverse split**

If a stock split or reverse split takes place in an Index Share, the number of shares in the index calculation for the Index Share will be adjusted in accordance with the principles set out in section 2.5.3.

#### **2.5.5 Redemption of Index Shares**

When shares are redeemed at premium, aimed at all shareholders, the method contemplated in section 2.5.2 will be used. The reduction in the number of shares shall be adjusted according to the terms of the redemption on the Ex-day. The number of shares today ( $Q_t$ ) and the number of shares yesterday ( $Q_{t-1}$ ) is reduced by the number of redeemed shares.

#### **2.5.6 Repurchase of own shares**

In the case of repurchase of own shares at a premium, aimed at all shareholders, the method contemplated in section 2.5.2 will be used. If the repurchased shares are cancelled thereafter, the number of shares in the index will be adjusted. If the acquisition of own shares takes place in a manner other than as stated above, no adjustment will be made to the number of shares.

#### **2.5.7 Dividends**

If the company issuing Index Shares decides on a dividend pay-out, the Index Provider makes an adjustment for cash dividends which are classified by the company as extraordinary cash dividends.

Otherwise, no adjustment will be made for dividends.

#### **2.5.8 Other adjustment methods**

If an adjustment in accordance with section 2.5 above is clearly in breach of current market practice in the opinion of the Index Provider, the Index Provider has a right, but not an obligation, to instead apply any alternative methods for adjusting the Index which conform to current market practice.

### **2.6 New issue without precedence for existing shareholders**

In the case of issues without precedence for owners of Index Shares and conversion of convertible debt certificates, exercise of warrants etc., changes in the number of shares due to these events will only be included when recurrent reviews of the population are carried out.

### **2.7 Changes in the population of SIX30**

If a new share is added to the index population, the input price for the share will be the average price on the previous Trading Day. On the last day that an Index Share is included in SIX30, it is included at a average price during the day.

### **2.8 Other adjustments**

With regard to adjustments in accordance with section 2, the Index Provider may carry out an adjustment other than that referred to above or may decide to change a provision on adjustment in order to maintain the purpose of the Index.

## **2.9 Suspension of trading**

During suspension of trading of an Index Share, the last traded price for the share will be used to determine the index. This will also apply if a transaction relating to an Index Share was not carried out on the current Trading Day.

## **2.10 Calculation of the average index**

When calculating the average index for a day, the price for each Index Share will consist of the trading in SEK converted, as appropriate, to SEK and divided by the corresponding number of shares (average price). Only transactions carried out during the opening hours for share-trading on the Stockholm Stock Exchange within the price interval of highest purchase price and lowest selling price applying at the moment of the transaction are taken into consideration.

If the Index Provider is unable to calculate the average index for an Index Share on a particular day due to the fact that no transactions took place in the Index Share that day, the closest previous day, when a transaction did take place, is used for the calculation. If, in the opinion of the Index Provider, the price of an Index Share on a particular day is unduly affected and therefore the average index or the average price cannot be calculated in a representative manner, the Index Provider may leave that day or a certain transaction or transactions during the day out of account and instead calculate the average price for the part of the day or from the closest previous day.

## **2.11 Limitation of liability with regard to SIX30**

SIX is not liable for damage caused by the enactment of Swedish or foreign laws, measures adopted by Swedish or foreign authorities, acts of war, fire, water damage, strikes, blockades, lockouts, boycotts, interruptions in telecommunications, power cuts or other similar circumstances beyond the Index Provider's control. The reservation applying to blockades, strikes, lock-outs and boycotts applies even if SIX is itself subject to or adopts any such measure.

Under no circumstances is SIX liable for any loss of data, loss of earnings or indirect damage.

SIX gives no guarantee concerning the results to which the use of SIX30 may give rise or concerning the value of SIX30 at any given time.

Under no circumstances will SIX be liable for faults or defects in SIX30.

## **3. Amendment of Rules**

The Index Provider has a right to stipulate that the rules will be changed if necessary to maintain the purpose of the index or if any law, regulation or decision by an authority makes this necessary or if such a change is considered appropriate due to a change in market practice.



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