First North Bond Market – Rulebook
January 2014
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1. Introduction

1.1 First North Bond Market is a joint Nordic offering from the Nordic NASDAQ OMX exchanges in Stockholm, Copenhagen and Helsinki.

1.2 First North Bond Market is a market operated by NASDAQ OMX Stockholm AB (First North Sweden), NASDAQ OMX Copenhagen A/S (First North Denmark) and NASDAQ OMX Helsinki Ltd (First North Finland). NASDAQ OMX Iceland hf. (First North Iceland) has a separate rulebook concerning fixed income instruments traded on First North Iceland. Any reference to First North Bond Market in the First North Bond Market Rulebook (“the Rules”) shall be construed as reference to the relevant First North Bond Market. The term “Exchange” is used for the authorized operator of the relevant First North Bond Market.

1.3 Issuers applying for admission to trading of fixed income instruments on First North Bond Market (the “Issuer(s)”) shall engage a Certified Adviser at least in connection with the application process. It is the Certified Adviser’s obligation to guide the Issuer through this process in accordance with the requirements in chapter 5. The Exchange will continuously monitor that trading on First North Bond Market is effected in accordance with NASDAQ OMX Nordic Member Rules, Trading Rules of NASDAQ OMX Helsinki Ltd (NASDAQ OMX Helsinki Oy:n Arvopaperien Kaupankäyntisäännöt) when applicable and theRules, as appropriate. The Exchange will also monitor that Issuers and Certified Advisers fulfil their obligations according to the Rules.

1.4 The Rules are divided into two parts: admission requirements and continuous disclosure rules. The admission requirements specify the conditions for Issuers that apply for admission to trading of fixed income instruments on First North Bond Market and the continuous disclosure rules govern the disclosure obligations of such Issuers. The admission requirements shall be fulfilled continuously unless specifically stated.

1.5 Trading on First North Bond Market is governed by NASDAQ OMX Nordic Member Rules and Trading Rules of NASDAQ OMX Helsinki Ltd (NASDAQ OMX Helsinki Oy:n Arvopaperien Kaupankäyntisäännöt) when applicable and conducted in the same manner as for fixed income instruments admitted to trading on the regulated markets. The provisions in NASDAQ OMX Nordic Member Rules and Trading Rules of NASDAQ OMX Helsinki Ltd (NASDAQ OMX Helsinki Oy:n Arvopaperien Kaupankäyntisäännöt) when applicable mainly govern trading. Information regarding prices, volumes and order depth is published in real time through the same channels as for fixed income instruments admitted to trading on the regulated markets.

1.6 The Certified Adviser and the Issuer shall at all times comply with the most recent applicable

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1 This market is not a “regulated market” as defined in EU legislation (as implemented in national law) but a MTF, as defined in EU legislation (as implemented in national law). First North Denmark is categorized as an Alternative Marketplace according to the Danish Securities Trading etc. Act. First North Finland is a multilateral trading facility as defined in Chapter 2 of the Finnish Securities Markets Act (14.12.2012/746, as amended) and Chapter 1 of the Finnish Act on Trading in Financial Instruments (14.12.2012/748, as amended).
version of the Rules as published on First North’s website.

1.7 It should be noted that Issuers whose fixed income instruments have been admitted to trading on First North Bond Market can be subject to other rules than those laid down in the Rules i.e. rules that are stated in relevant national legislation.

2. Admission to trading and removal from trading of fixed income instruments on First North Bond Market

2.1 General

(a) Fixed income instruments may be admitted to trading on First North Bond Market where the Exchange finds that they meet First North Bond Market’s requirements for admission to trading.

(b) The Exchange may impose any special eligibility requirement on the Issuer that it deems appropriate in order to protect investors and the reputation of the market place. Irrespective of whether an Issuer satisfies all the requirements, the Exchange shall be entitled to reject the application if it concludes that an approval might damage public confidence in the Exchange or the securities market.

(c) The Exchange and the Certified Adviser shall, upon request, be given immediate access to all information from the Issuer as the Exchange or the Certified Adviser deem necessary for an assessment of the Issuer.

2.2 Admission requirements

2.2.1 Requirements for fixed income instruments and Issuers

(a) The Issuer shall be duly incorporated or otherwise validly established according to the relevant laws and regulations of the country of incorporation or establishment.

(b) The fixed income instruments shall be freely negotiable.

(c) The admission application shall apply to all of the fixed income instruments that are part of the issue.

(d) Fixed income instruments shall be registered electronically and shall be able to be cleared and settled in a manner acceptable by the Exchange.

(e) The Issuer shall have published annual financial reports for at least two years in accordance with the accounting laws applicable in the Issuer’s home country. Where applicable, the accounts shall also include consolidated accounts for the Issuer and all its subsidiaries. For special exemptions to this requirement, please see section 2.2.1(f) and 2.2.1(g).

(f) Admission to trading of fixed income instruments with a denomination per unit of EUR
100,000 or greater or an equivalent amount in another currency is exempted from the requirement in section 2.2.1.(e).

(g) Admission to trading of fixed income instruments which are fully guaranteed and where the guarantor has published financial reports for at least two years in accordance with the accounting laws applicable in the guarantor’s home country, is exempted from the requirement in section 2.2.1(e).

2.2.2 Company Description

(a) The Exchange shall receive a Company Description or an approved prospectus not later than at the time it receives an application for admission to trading on First North Bond Market, cf. chapter 3 below. The Certified Adviser shall ensure that the Company Description contains all of the information set out in chapter 3.

(b) A Company Description is not necessary if the Issuer is required to publish a prospectus according to law. The Issuer shall in such circumstances submit the prospectus to the Exchange together with the application. The first page of the prospectus shall contain the disclaimer text set out in Appendix E.

(c) If the Exchange considers certain information to be important and in the interest of the investors, the Exchange may require that the Issuer publishes supplementary information.

2.2.3 Certified Adviser

The Issuer shall sign an agreement with a Certified Adviser at least covering the period for application for admission to trading and until the first day of admission to trading. The Issuer and the Certified Adviser may decide to continue the relationship after the admission to trading. In that case the requirements for Certified Advisers apply continuously. The requirements for Certified Advisers are set out in chapter 5. Issuers whose securities are already admitted to trading on a regulated market or a First North market are exempted from this requirement.

2.2.4 Organizational requirements

The Issuer shall, at all times, possess the organization and staff required in order to comply with the requirements regarding disclosure of information to the market as set forth in chapter 4.

2.2.5 Information about the Management

As part of the application process the Issuer shall inform the Exchange about historical or on-going bankruptcy, liquidation or similar procedure and also fraud related convictions or on-going procedures in which any person in the Management and/or Board of the Issuer has been involved. The historical information shall cover at least the five previous years.
2.2.6 Retention of liquidity services

The Issuer shall, in the prospectus or the Company Description, undertake to provide bid prices and, if possible, the selling prices of the fixed income instruments to be admitted to trading on First North Bond Market. Admission to trading of fixed income instruments with a denomination per unit of EUR 100,000 or greater or an equivalent amount in another currency is exempted from this requirement.

2.3 Application for admission to trading on First North Bond Market

The Issuer and the Certified Adviser shall sign Appendix B – Application for admission to trading on First North Bond Market – and the Certified Adviser shall submit the application together with a Company Description or a prospectus cf. section 2.2.2, to the Exchange. A signed and complete application for admission to trading on First North Bond Market including all documents and appendices already accepted by the Exchange shall be received by the Exchange no later than 8 working days prior to the scheduled first day of admission to trading unless a different time schedule has been accepted by the Exchange.

2.4 Admission

A decision to admit the Issuer’s fixed income instruments to trading on First North Bond Market shall be taken by the Exchange.

2.5 Voluntary removal of fixed income instruments

Where the Issuer has requested that its fixed income instruments be removed from trading, such a request shall be respected unless the Exchange finds that removal would be detrimental to the interests of the investors or the securities market. The Exchange shall, following consultation with the Issuer, decide on the last day of trading.

2.6 Application and annual fees

The Issuer shall, in accordance with the First North Bond Market’s Price List in force, pay fees to the Exchange. Notice in respect of fees shall be given no less than 30 days prior to the due date for the payment of the fee. The fee is non-refundable, regardless of whether or not the fixed income instrument is subsequently admitted to trading following an application or removed from trading.
3. Company Description

3.1 General

If a Company Description is required in accordance with section 2.2.2., the Certified Adviser shall submit the Company Description together with the application for admission of fixed income instruments to trading on First North Bond Market. Information may be incorporated by reference. Such information must be easy to access and the Company Description must identify where such information can be found.

3.2 The contents of the Company Description

(a) The Company Description shall at least include the following information about the Issuer;

(i) description of the Issuer, including the business model, organization, competitive situation, most significant markets, most significant risk factors and the reasons for the decision to apply for admission to trading including the intended use of the proceeds;

(ii) the Issuer’s annual financial reports for the last two years, where applicable, as well as the general financial trend over the last two years. Where applicable in the relevant accounting laws, the accounts shall also include consolidated accounts for the Issuer and all its subsidiaries;

(iii) the Issuer’s most recent half-yearly or quarterly report if such has been published;

(iv) description of the Board of Directors and the Management of the Issuer;

(v) a brief summary of all material contracts that are not entered into in the ordinary course of business, which could result in the Issuer, or another company within the same group of companies as the Issuer, being under an obligation or entitlement that is material to the Issuer’s ability to meet its obligations to fixed income instrument holders in respect of the fixed income instruments being issued;

(vi) description of the ownership structure, including any shareholdings in the Issuer held by the Board of Directors, Management and Certified Adviser;

(vii) description of any transactions with persons discharging managerial responsibilities in the Issuer, Board members, affiliates to such persons, major owners or another company within the same group as the Issuer;

(viii) the date of the first annual general meeting following the application as well as the scheduled date for first publication of the audited or unaudited annual earnings figures or annual financial report and half-yearly or quarterly report as the case may be, following such application;

(ix) other relevant information depending on specific circumstances, such as tax, litigation etc., which may have or have had in the recent past, significant effects on the Issuer and/or group’s financial position or profitability;

(x) the identity of any liquidity provider retained by the Issuer;

(xi) The identity of any Certified Adviser, and the expected duration of the agreement with such Certified Adviser;
(b) The Company Description shall at least include the following information about the fixed income instruments:

(i) Description of the fixed income instruments including the terms and conditions for the issue;

(ii) Description of the ranking of the fixed income instruments being admitted to trading, including summaries of any clauses that are intended to affect ranking or subordinate the fixed income instruments to any present or future liabilities of the Issuer;

(iii) Description of the rights, including any limitations of these, attached to the fixed income instruments and procedure for the exercise of said rights;

(iv) A description of any arrangement intended to ensure that any obligation of the issuer material to the fixed income instruments will be duly serviced whether in form of a guarantee or similar. The description must include a description, similar to the description of the Issuer, of any such guarantor or similar;

(v) A description of any assets backing the fixed income instruments. The description must include all relevant information about the assets backing the fixed income instruments including the loan to value ratio or level of collateralisation or similar. In addition the description must include a confirmation that the assets backing the fixed income instruments have characteristics that demonstrate the capacity to produce funds to service any payments due and payable on the fixed income instruments;

(vi) Description of any representation of fixed income instrument holders including an identification of the organization representing such instrument holders and provisions applying to such representation including a description of the governance structure. Indication of where fixed income instrument holders may have access to the contracts relating to these forms of representation;

(vii) Details of any public credit ratings assigned to the Issuer or its fixed income instruments at the request or with the co-operation of the Issuer in the rating process.

(c) A disclaimer concerning the First North Bond Market shall be put on the first page of the Company Description (see Appendix E).

(d) Issuers of fixed income instruments with a denomination per unit of EUR 100,000 or greater or an equivalent amount in another currency, whose securities are already admitted to trading on a regulated market, First North or an equivalent recognized market place are exempted from section 3.2.(a), (i) to (iv).

3.3 Liability statement from the Board of Directors

The Board of Directors shall be liable for the Company Description and shall include in the Company Description a statement as to the accuracy of the Company Description. The standardized liability statement text in Appendix E shall be used for this purpose.
3.4 Publication of the Company Description or prospectus

(a) Information about the Company Description shall be published in a press release/announcement and the Company Description shall be put on the Issuer’s website not later than one business day prior to the first day of admission to trading.

(b) Publication of a prospectus shall take place in accordance with relevant national prospectus legislation.

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2 The Directive of the European Parliament and of the Council of 4 November 2003 on the prospectus to be published when securities are offered to the public or admitted to trading (No 2003/71/EC) as amended from time to time and as implemented into the relevant national law.
4. Disclosure and information requirements for Issuers with fixed income instruments admitted to trading on First North Bond Market

4.1 The Issuer’s obligation to disclose information

(a) An Issuer whose fixed income instruments are admitted to trading on First North Bond Market shall continuously comply with the requirements set forth in this chapter.

(b) An Issuer shall as soon as possible publish any decisions taken by it as well as any facts and circumstances pertaining to the Issuer or to a guarantor that are likely to have a significant effect on the price of its fixed income instruments including changes in terms and conditions of the fixed income instrument.

(c) If an Issuer reasonably expects that it would be detrimental to its commercial interests to publish information referred to in section 4.1(b), it may defer publication to the market. Publication may, however, be deferred only if all of the following requirements have been fulfilled:

(i) the deferral is made for acceptable cause;
(ii) it is reasonable to expect that such deferral would not mislead the public or otherwise compromise the interest of the investors or the market; and
(iii) the Issuer is able to guarantee that the deferred information can be kept confidential.

(d) When an Issuer defers publication of information pursuant to section 4.1(c) it shall immediately inform the Exchange and Certified Adviser if applicable of its decision to defer such publication.

(e) An Issuer that has deferred publication of information pursuant to section 4.1(c) shall:

(i) deny access to such information to persons who do not need the information;
(ii) ensure that all persons with access to such information understand their legal obligations in connection therewith and understand the sanctions imposed in respect of the abuse and illicit dissemination of that information; and
(iii) immediately publish the information if it has failed to keep the information confidential.

4.2 Publication of press releases/announcements

(a) Publication of information according to this chapter shall take place as soon as possible, i.e. in direct conjunction with the adoption of a resolution, an election having taken place, or a circumstance becoming known to the Issuer. The information shall be correct, relevant, and reliable, and shall not omit any fact which is likely to affect the assessment of such information.

(b) In connection with the press release/announcement the following information shall be published:
(i) the name of the Issuer and Certified Adviser if applicable; and
(ii) a description of the type of information that is being published.

(c) The Issuer shall be deemed to have published the information at the date and time indicated by the distributor to whom the Issuer has forwarded the information for publication in, or in connection with, that distributor’s publication of the information.

(d) Information to be disclosed according to this chapter shall be disclosed in a manner that ensures fast public access to such information on a non-discriminatory basis.

(e) The information shall simultaneously with the disclosure to the market be provided to the Certified Adviser if applicable and to the Exchange, in the manner prescribed by the Exchange, and made available on the Issuer’s website as soon as possible.

(f) Information published on the Issuer’s website pursuant to section 4.2(e) shall remain available on the website for a period of at least 3 years from the date of its original publication.

(g) Material changes in information that has been published shall be published as soon as possible after the occurrence of the change. The Issuer shall use the same type of media for the publication of such additional information as it used to publish the original information.

(h) The Issuer shall not combine the publication of information pursuant to section 4.1 with the Issuer’s marketing materials, if doing so would be misleading.

4.3 Website

(a) The Issuer shall have its own website on which all published information from the Issuer to the market shall, unless special cause exists, be readily available for at least 3 years.

(b) Annual financial reports, Company Description and other information provided for distribution to, or kept available to, investors shall be readily available on the website, unless special cause exists.

(c) The website shall also include the Issuer’s articles of association and details of the current Board of Directors and senior management and also the name of the Certified Adviser.

4.4 Language

(a) Issuers of fixed income instruments on First North Bond Market Denmark and First North Bond Market Sweden shall publish press releases/announcements in Swedish, Danish, Norwegian or English.

(b) Issuers of fixed income instruments on First North Bond Market Finland shall publish announcements in Finnish, Swedish or English.
4.5 Annual financial report and accounting principles

(a) The annual financial report shall be prepared in accordance with applicable laws or other regulations and in accordance with generally accepted accounting principles in the Issuer’s home state. Where applicable in the relevant accounting laws, the accounts shall also include consolidated accounts for the Issuer and all its subsidiaries.

(b) If the accounting principles in the Issuer’s home country cannot be regarded as generally accepted, the Exchange may demand supplementary accounting information.

4.6 Report of annual earnings figures, annual financial reports and half-yearly reports

(a) After the Issuer’s Board of Directors has approved the annual accounts, the Issuer shall immediately publish a report of annual earnings figures containing the most important information from the forthcoming annual financial report. The Issuer does not need to publish a report of annual earnings figures if it publishes the annual financial report immediately after approval by the Board of Directors. Issuers whose fixed income instruments are admitted to trading on First North Bond Market Finland are exempted from the requirement of publishing a report of annual earnings figures.

(b) The Issuer shall publish a half-yearly report.

(c) Reports of annual earnings figures, the annual financial reports of Issuers of First North Bond Market Finland and half-yearly reports shall be published as soon as possible, however not later than within three months from the expiry of the reporting period for reports of annual earnings figures and the annual financial report of Issuers of First North Bond Market Finland, and within two months for half-yearly reports. Such reports shall include a statement whether or not the Issuer’s auditor has conducted a review.

(d) If an Issuer decides to publish quarterly reports, then the requirements set out in section 4.6(c) for half-yearly reports shall apply and quarterly reports shall in such circumstances also include the information set out for half-yearly reports in section 4.6(e) (whereby references to half-yearly reports and periods in that section shall be construed as referring to quarterly reports and periods). For the avoidance of doubt, Issuers may publish financial information to the market on a quarterly basis in another format than as quarterly reports. In such circumstances, the requirements in the Rules for quarterly reports will not apply.

(e) Reports of annual earnings figures and half-yearly reports (except for paragraphs (viii)-(ix)) shall always include:

(i) a summarized income statement for the financial year and the most recent half-yearly period, including comparative figures for the same period during the previous financial year;

(ii) the balance sheet in summary as of the close of the current reporting period, including comparative figures from the close of the most recent financial year;
(iii) a cash flow statement in summary for the financial year and half-yearly period, including comparative figures for the same period during the previous financial year;

(iv) a summary report showing changes in equity during the financial year and half-yearly period, including comparative figures for the same period during the previous financial year;

(v) explanations of the earnings trend and financial position during the most recent half-yearly period including, inter alia, the effect of significant extraordinary events;

(vi) where information relating to the future is provided, the corresponding information provided in the previous report as well as any changes published since the previous report should also be stated;

(vii) information regarding the date of publication of the next report of annual earnings figures, annual financial report or half-yearly report;

(viii) proposed allocation of profits;

(ix) information in respect of the planned date of the annual general meeting of the shareholders, if the date is known;

4.7 Qualified auditors’ reports

The Issuer shall publish a qualified auditors’ report immediately after it has been submitted to the Issuer.

4.8 General meetings and bondholder meetings

The Issuer shall disclose resolutions adopted by the general meeting of shareholders as well as resolutions adopted by a bondholder meeting, unless such resolutions are insignificant.

4.9 Changes in the Issuer’s Management, advisers etc.

All changes in the composition of the Board of Directors, any significant Management changes and the resignation or dismissal of auditors, change of the Issuer’s Certified Adviser and information on any concluded or cancelled agreement with a liquidity provider, if applicable, shall be published.

4.10 Information to the Exchange

(a) Upon request the Issuer shall supply the Exchange with any information about the Issuer and its business and also provide all information to fulfil the Issuer’s responsibilities as set forth in the Rules.

(b) The Issuer shall notify the Exchange as soon as possible in respect of changes to terms and conditions of the fixed income instrument.

(c) Where criticism is communicated by the auditors to the Board of Directors or the Issuer’s Management in accordance with applicable law in the Issuer’s home state, the Issuer shall immediately convey such criticism to the Exchange.
(d) The Issuer shall notify the Exchange immediately of circumstances that might necessitate a trading halt.

(e) If the Issuer has a Certified Adviser, the information set out in this section 4.10 shall be notified to the Certified Adviser in addition to the Exchange.

4.11 Trading on another market place

In the event another exchange or market place decides to commence trading in the fixed income instruments of the Issuer following an application or to remove the Issuers fixed income instruments from trading, the Issuer shall publish that information immediately.

4.12 Voluntary removal of fixed income instruments from trading on First North Bond Market

In the event the Issuer’s Board of Directors decides to apply for removal of the fixed income instruments from trading on First North Bond Market, the Issuer shall contact the Exchange and publish such a decision immediately.
5. Certified Adviser

The requirements set forth in this chapter constitute minimum requirements for the granting of permission to operate as a Certified Adviser on First North Bond Market. In addition to these obligations, a Certified Adviser may be subject to other statutory or regulatory obligations in the jurisdiction in which it operates.

Irrespective of whether an applicant satisfies all the requirements, the Exchange shall be entitled to reject the application if it concludes that approval of the applicant might damage public confidence in the Exchange, First North Bond Market or the securities market.

5.1 Requirements regarding the Certified Adviser

(a) In order to be granted permission to operate as a Certified Adviser, the applicant shall:

   (i) be a legal person considered suitable by the Exchange to operate as a Certified Adviser and fulfil the requirements in the Rules;

   (ii) have an adequate number of employees for the envisaged activity, designated as contact persons, however no fewer than two;

   (iii) have internal rules regarding trading in financial instruments in Issuers for which the firm acts as Certified Adviser. Such rules shall entail, *inter alia*, that an employee who is involved in the function as Certified Adviser shall not be allowed to trade in financial instruments of any Issuer for which the firm acts as Certified Adviser;

   (iv) in relation to the function as Certified Adviser have internal procedures regarding documentation and storage of information;

   (v) ensure that the designated contact persons are deemed fit and proper and possess proven experience in the area of financial advice.

(b) The applicant’s designated contact persons shall;

   (i) have at least two years’ documented experience in providing consultancy services regarding companies’ capital structure, strategy, acquisitions and sale of companies or related consultancy services;

   (ii) possess proven experience within the last two years of at least one debt-based transaction involving preparation of information material intended for disclosure to the market;

   (iii) attend a seminar or receive education provided by the Exchange regarding First North Bond Market’s rules and requirements.

(c) The applicant shall submit a completed and signed application to the Exchange, cf. Appendix A. The Exchange shall, within four weeks, decide whether the applicant meets the requirements. The Exchange grants the status of Certified Adviser after an overall assessment of the applicant.
5.2 The obligations of a Certified Adviser

The Certified Adviser shall:

(i) co-operate with the Exchange in order to maintain the quality and integrity of First North Bond Market;

(ii) adequately document contacts with the Issuer and store such information in a safe and readily available manner for at least three years;

(iii) fully co-operate with the Exchange in any inquiry regarding its function as a Certified Adviser, including its relationship with the Issuer;

(iv) have in place internal procedures, organization and routines to identify, mitigate and, if not possible to eliminate, disclose any conflicts of interests, if such exist;

(v) take appropriate measures to prevent the disclosure of confidential or other sensitive information unless required by law or the Rules;

(vi) fulfil the obligations in accordance with the latest version of the Rules as published on First North’s website;

(vii) have a written agreement with the Issuer during the application process and at least until the admission to trading of the fixed income instruments, cf. Appendix C.

(viii) ensure that the Issuer signs the undertaking to comply with the Rules, cf. Appendix B;

(ix) make a reasonable effort to ensure that a Company Description or prospectus, as the case may be, is prepared and submitted to the Exchange in accordance with the relevant rules.

(x) Make reasonable efforts to monitor that the Issuer, at the time of admission to trading and for as long as the Certified Adviser acts as Certified Adviser for the Issuer, complies with First North Bond Market’s admission requirements, cf. Chapter 2;

(xi) during the application process and at least until the admission to trading of the fixed income instruments - advise, support and update the Issuer on its obligations with regard to the application process and subsequent admission to trading on First North Bond Market;

(xii) have at least one designated contact person available during normal trading hours during the application process and for as long as the Certified Adviser acts as Certified Adviser for the Issuer to answer any queries from the Exchange or the Issuer.

5.3 Independence

(a) The group of companies which the Certified Adviser is a part of may not own 10 percent or more of the shares or voting rights in the Issuer for which the Certified Adviser acts as Certified Adviser. The Certified Adviser shall provide the Exchange with information about the group’s holdings in the Issuer to which it provides advice.

(b) However, acquisition of fixed income instruments and shares for the purpose of acting as an underwriter or as an equivalent guarantor in case of a public offering shall not be subject to the restriction set out in section 5.3(a). In such circumstances, the Certified Adviser shall take appropriate measures to reduce its holdings whenever possible under the market conditions.
(c) Neither a direct or indirect owner of more than 10 percent of the shares in a Certified Adviser nor any of the Certified Adviser’s employees may be a member of the Board in an Issuer to which the Certified Adviser provides advice or be a member of Management in such an Issuer.

(d) If special cause exits, the Exchange may, upon application, waive the requirements in this section.

5.4 Changes in the organization of a Certified Adviser

(a) The Certified Adviser shall notify the Exchange of any change that affects the Certified Adviser’s possibility to perform its function, including any disciplinary proceeding, change in personnel and/or organization and any circumstances that might give rise to concern regarding the independence of the Certified Adviser or any conflict of interest vis-à-vis the Issuer.

(b) Appendix D shall be used in respect of changes in personnel or organization.

5.5 Review of Certified Adviser

(a) A Certified Adviser may be subject to a formal review by the Exchange to ensure that it fully complies with its responsibilities under these obligations.

(b) The Certified Adviser shall securely document and store all information relating to its function as a Certified Adviser. The Exchange shall, upon request, be afforded immediate access to all information that the Exchange deems necessary in order to assess the Certified Adviser in its function as Certified Adviser, including any information about the Issuer.

(c) Information received by the Exchange pursuant to a confidentiality undertaking may not be disclosed by the Exchange to any third party without the consent of the Issuer and/or the Certified Adviser. However, if required by applicable law, the information shall at all times be available to the relevant Financial Supervisory Authority in its capacity as the supervisory authority.

5.6 Termination of agreement

(a) Where:

(i) a Certified Adviser has terminated its agreement with an Issuer or
(ii) an Issuer has terminated its agreement with a Certified Adviser

for the Certified Adviser to act as Certified Adviser to that Issuer, the Certified Adviser or Issuer (as the case may be) effecting the termination shall communicate that fact to the Exchange in writing as soon as possible, including the reasons for the decision to terminate the agreement. This requirement is not applicable if the agreement between the Issuer and the Certified Adviser is only drafted to cover the period up until the first day of admission to trading.
5.7 Application and annual fees

(a) An application to become a Certified Adviser is free of charge for members of any of the Exchanges.

(b) Entities that are not members shall, simultaneously with the submission of an application to become a Certified Adviser, pay a fee to the Exchange in order for its application to be processed. This fee is non-refundable regardless of whether or not the applicant is subsequently approved as a Certified Adviser.

(c) All Certified Advisers shall pay annual fees to the Exchange in accordance with the applicable price list.
6. Trading rules and membership conditions

6.1 General

(a) In order to gain access to trading on First North Bond Market, an investment firm shall be a member of the Exchange that operates the particular market.

(b) NASDAQ OMX Nordic Member Rules apply subject to the terms set out in this chapter to the trading on First North Bond Market. NASDAQ OMX Nordic Member Rules are available on www.nasdaqomx.com.

(c) The applicable trading hours are published on First North’s website.

6.2 Additions to NASDAQ OMX Member Rules regarding trading on First North Bond Market

6.2.1 First North Bond Market Sweden

NASDAQ OMX Nordic Member Rules regarding NASDAQ OMX Stockholm AB, Chapters 2 - 4, and 6.1- 6.8, 6.13 and 6.15 and appendices, as amended from time to time shall apply to trading on First North Bond Market.

6.2.2 First North Bond Market Denmark

NASDAQ OMX Nordic Member Rules regarding NASDAQ OMX Copenhagen A/S, Chapters 2 - 4, and 6.1 - 6.9, and appendices, as amended from time to time shall apply to trading on First North Bond Market.

6.2.3 First North Bond Market Finland

Trading Rules of NASDAQ OMX Helsinki Ltd (NASDAQ OMX Helsinki Oy:n Arvopaperien Kaupankäyntisäännöt), Chapters 1-3, and 5 and appendices, as amended from time to time, shall apply to trading on First North Bond Market.
7. Sanctions and termination of agreement

This chapter applies in respect of Issuers with fixed income instruments admitted to trading on First North Bond Market and in respect of Certified Advisers. For members, the NASDAQ OMX Nordic Member Rules and Trading Rules of NASDAQ OMX Helsinki Ltd (NASDAQ OMX Helsinki Oy:n Arvopaperien Kaupankäyntisäännöt) to the extent applicable, shall apply also in relation to trading on First North Bond Market.

7.1 Sanctions against Certified Adviser

(a) If a Certified Adviser fails to comply with the Rules the Exchange may impose the following sanctions:

(i) reprimand,
(ii) fine, and
(iii) cancellation of the permission to act as a Certified Adviser, where the Certified Adviser has committed a serious breach of the Rules, or if the Certified Adviser through its failure to comply may damage or has damaged public confidence in the Exchange, First North Bond Market or the securities markets.

(b) When determining the amount of a fine pursuant to paragraph (ii) of section 7.1(a), the Exchange shall take into consideration the seriousness of the breach and any other relevant circumstances.

(c) The Exchange may publish a decision made pursuant to section 7.1(a).

7.2 Sanctions and other actions in case of non-compliance by an Issuer

7.2.1 Sanctions against Issuers

(a) If an Issuer fails to comply with the Rules the Exchange may impose the following sanctions:

(i) reprimand;
(ii) fine, and
(iii) the removal of the Issuer’s fixed income instruments from trading on First North Bond Market, where the Issuer has committed a serious breach of the Rules, or if the Issuer through its failure to comply may damage or has damaged public confidence in the Exchange, First North Bond Market or the securities markets.

(b) When determining the amount of a fine pursuant to paragraph (ii) of section 7.2.1(a), the Exchange shall take into consideration the seriousness of the breach and any other relevant circumstances.

(c) Before the Exchange initiates a process regarding the removal of an Issuer’s fixed income instruments from trading on First North Bond Market pursuant to paragraph (iii) of section
7.2.1(a), the Exchange shall give the Issuer’s instruments Observation Status. For Issuers with Observation Status, section 7.2.3 applies.

(d) Sanctions under Paragraph (iii) of section 7.2.1(a) should not be imposed if, in the Exchange’s view, such a measure would generally be inappropriate having regard to the interests of investors or the market.

(e) The Exchange may publish a decision made pursuant to section 7.2.1(a).

7.2.2 Administrative decision in respect of Issuers

(a) In the event an Issuer materially no longer meets the applicable admission requirements, an administrative decision may be made to remove the Issuer’s fixed income instruments from trading on First North Bond Market.

(b) A decision pursuant to section 7.2.2(a) should not be made if, in the Exchange’s view, such a decision would generally be inappropriate having regard to the interests of investors or the market.

(c) Section 7.2.2(a) covers for example the following situations:

(i) an Issuer is the subject of any insolvency procedure; and

(ii) cases of significant changes in the Issuer, including decisive changes in the ownership structure, the capital base, the Issuer’s activities or management, etc. to such an extent the Issuer appears to be a new Issuer. Removal from trading as a consequence of such material changes may be avoided if the Issuer publishes a Company Description or prospectus, as the case may be, in the same manner as when the Issuer initially applied its fixed income instruments for admission to trading on First North Bond Market.

(d) Before the Exchange removes an Issuer’s fixed income instruments from trading on First North Bond Market pursuant to section 7.2.2(a), the Exchange shall give the Issuer’s instruments observation status. For instruments with observation status, section 7.2.3 applies.

7.2.3 Observation Status

(a) The Exchange decides whether a fixed income instrument shall be given observation status and whether observation status should be terminated.

(b) The Exchange may give a fixed income instrument observation status in the following circumstances:

(i) circumstances justifying the removal of the Issuer’s fixed income instruments from trading on First North Bond Market pursuant to section 7.2.1(a), paragraph (iii);

(ii) circumstances justifying the removal of the Issuer’s fixed income instruments from trading on First North Bond Market pursuant to section 7.2.2(a);

(iii) the Issuer has published its decision to have its fixed income instruments removed from First North Bond Market;
(iv) there is a material adverse uncertainty in respect of the Issuer’s financial position; or
(v) any other circumstance exists that results in substantial uncertainty regarding the Issuer or the pricing of its fixed income instruments admitted to trading on First North Bond Market.

(c) Unless special circumstances exist (as determined by the Exchange), a fixed income instrument shall not retain observation status for more than 6 months or, if it has received observation status in the circumstances set out in section 7.2.2(c)(i), for 2 months.

(d) When observation status has ceased in respect of a fixed income instrument (as determined by the Exchange) the Exchange may remove the Issuer’s fixed income instruments from trading on First North Bond Market in accordance with section 7.2.1(a) or section 7.2.2(a) (as the case may be).

7.3 Procedures

(a) A Certified Adviser shall be entitled to issue its comments before any reprimand, fine or a cancellation of its Certified Adviser status is imposed on it.

(b) An Issuer shall be entitled to issue its comments before any reprimand, fine or removal is imposed on the Issuer.

(c) The procedures for handling reprimands and terminations of agreements with Certified Advisers according to section 7.1 and sanctions on Issuers according to section 7.2 may differ between the Exchanges due to the differences in law, other regulation or differences in the Exchange’s organization.

(d) Procedures for First North Bond Market Sweden and First North Bond Market Finland: The Disciplinary Committee of the Exchange is responsible for a decision to impose a fine on a Certified Adviser in accordance with section 7.1 and an Issuer in accordance with section 7.2.1; and to remove fixed income instruments from trading on First North Bond Market in accordance with section 7.2.1; and to terminate the agreement with a Certified Adviser in accordance with section 7.1. The decision to bring matters before the Disciplinary Committee shall be the responsibility of the Head of Surveillance at the Exchange.

The Head of Surveillance at the Exchange shall issue reprimands in accordance with sections 7.1 and 7.2.1 and make administrative decisions pursuant to section 7.2.2.

(e) Procedures for First North Bond Market Denmark: Any decision to impose sanctions pursuant to section 7.1 or 7.2 will be made by the CEO of the Exchange or on behalf of the CEO via delegation.
8. General provisions

8.1 Exemptions

The Exchange may in special cases grant an exemption from these Rules if such exemption would not damage public confidence in the Exchange, First North Bond Market or the securities market.

8.2 Amendments

(a) The Exchange may, upon 30 days’ written notice, amend these Rules. The amended Rules shall be published on First North’s website.

(b) In special cases, the Exchange may decide that amendments shall come into effect upon shorter notice.
Appendix A – Application to become Certified Adviser on First North Bond Market

The Entity, _________________________________, applies to become Certified Adviser on First North Bond Market in:

- Sweden³
- Denmark⁴
- Finland⁵

The Entity undertakes to comply with the Rules in force at First North Bond Market at any point in time.

**Certified Adviser’s name and address**

| NAME: | ____________________________ |
| ADDRESS: | ____________________________ |
| WEBSITE: | ____________________________ |

**Designated Contact Persons**

| NAME: | ____________________________ |
| JOB TITLE: | ____________________________ |
| TELEPHONE: | ____________________________ |
| CELLPHONE: | ____________________________ |
| EMAIL: | ____________________________ |

| NAME: | ____________________________ |
| JOB TITLE: | ____________________________ |
| TELEPHONE: | ____________________________ |
| CELLPHONE: | ____________________________ |
| EMAIL: | ____________________________ |

Name of the Designated Contact Person together with information (not presented in the CV) that is relevant for the fit and proper assessment

³ Operated by NASDAQ OMX Stockholm AB
⁴ Operated by NASDAQ OMX Copenhagen A/S
⁵ Operated by NASDAQ OMX Helsinki Ltd
City: __________________________ Date: __________________________

Authorized Signatory (Certified Adviser) and name and title in capital letters

**Please enclose the following:**

- Annual report
- Articles of Association
- Certificate of Incorporation/Trade Register Extract
- CV of Designated Contact persons
- Document regarding internal trading rules
- Description of the organization and routines established to eliminate conflicts of interests, including an organizational chart showing where in the organization the function as Certified Adviser is placed
- Appendix F – Acceptance form for the use of personal data
- Billing form
Appendix B – Application for admission to trading on First North Bond Market

The Issuer ____________________________, is applying for its fixed income instruments to be admitted to trading on First North Bond Market in:

- Sweden\
- Denmark\
- Finland

The Issuer undertakes to comply with the Rules in force at First North Bond Market at any point in time.

**Name and address of Issuer**

| NAME:               | __________________ |
| ADDRESS:            | __________________ |
| TELEPHONE:          | __________________ |
| WEBSITE:            | __________________ |

**Contact persons at the Issuer in connection with the admission to trading**

| NAME:               | __________________ |
| JOB TITLE:          | __________________ |
| TELEPHONE:          | __________________ |
| E-MAIL:             | __________________ |

Name of the Certified Adviser:

| __________________ |

**Designated Contact Person**

| NAME:               | __________________ |
| JOB TITLE:          | __________________ |
| ADDRESS:            | __________________ |
| TELEPHONE:          | __________________ |
| E-MAIL:             | __________________ |

| NAME:               | __________________ |
| JOB TITLE:          | __________________ |
| ADDRESS:            | __________________ |
| TELEPHONE:          | __________________ |
| E-MAIL:             | __________________ |

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6 Operated by NASDAQ OMX Stockholm AB
7 Operated by NASDAQ OMX Copenhagen A/S
8 Operated by NASDAQ OMX Helsinki Ltd
The Issuer’s Certified Adviser hereby confirms that the Issuer’s fixed income instruments satisfies the requirements for being admitted to trading and that the Issuer’s Board of Directors and senior executives are adjudged as suitable for managing an Issuer, which has fixed income instruments admitted to trading on First North Bond Market.

**Liquidity provider(s), if applicable**

| NAME: | __________________________ |
| ADDRESS: | __________________________ |
| TELEPHONE: | __________________________ |
| E-MAIL: | __________________________ |

City: __________________________ Date: __________________________

Authorized Signatory (Issuer) and name and title in capital letters

Signature (Certified Adviser responsible for reviewing the Issuer) and name and title in capital letters

**Please enclose the following:**

- Prospectus/Company Description
- Copy of written agreement with a Certified Adviser
- Articles of Association
- Certificate of Incorporation/Trade Register Extract
- Appendix D – Information regarding new or changes in contacts (where applicable)
- Billing form
Appendix C – Information that shall be included in the agreement between the Certified Adviser and the Issuer

The agreement between the Certified Adviser and the Issuer shall, as a minimum, contain the following information:

“[Certified Adviser] and [The Issuer] have agreed that the Certified Adviser shall fulfil all the responsibilities of Certified Adviser vis-à-vis the Issuer as set forth in the First North Bond Market Rules (the Rules). In conjunction therewith, the Issuer agrees that it will perform its obligations as set forth in the First North Bond Market Rules and its obligations vis-à-vis the Certified Adviser as set forth in this agreement”.

In addition, the agreement must state the duration of the agreement.

Obligations
The Issuer shall:

a) fully cooperate with the Certified Adviser in the fulfilment of its responsibilities as set forth in the Rules;
b) inform the Certified Adviser about the Issuer and its business and also provide all information to enable the Certified Adviser to fulfil its responsibilities as set forth in the Rules;
c) comply with the most recent applicable version of the Rules as published on First North’s website.
Appendix D – Information regarding new or changed designated contact persons

Certified Adviser: ____________________________________________________________
Applicable commencing: ______________________________________________________

**New or changed designated contact persons at the Certified Adviser**
The persons listed below means employees at the Certified Adviser who are responsible for the
Issuers to which the firm is attached as Certified Adviser. At least one such person shall at all times
be available during normal trading hours to answer any queries from the Exchange throughout the
duration of the agreement. The names of such persons will be available on First North’s website.
Please note that at least two persons shall be included.

Name: _____________________________________________________________________
E-mail: ___________________________________________________________________
Telephone number: _________________________________________________________
Cell phone number: _________________________________________________________

Name: _____________________________________________________________________
E-mail: ___________________________________________________________________
Telephone number: _________________________________________________________
Cell phone number: _________________________________________________________

Place: ___________________ Date: ___________________

________________________________________________________
Signature (Certified Adviser) and name and title in capital letters
Appendix E – Information to be included in the Prospectus or Company Description

The following information shall be included in the Company Description, cf. 3.3:

**The liability statement of the Board of Directors**
We declare that, to the best of our knowledge, the information provided in the Company Description is accurate and that, to the best of our knowledge, the Company Description is not subject to any omissions that may serve to distort the picture the Company Description is to provide, and that all relevant information in the minutes of board meetings, auditors’ records and other internal documents is included in the Company Description.

The following information shall be put on the first page of the Company Description or the Prospectus, cf. 3.2. and 3.5:

**First North Disclaimer**
“First North Bond Market is an alternative marketplace operated by an exchange within the NASDAQ OMX group. Issuers on First North Bond Market are not subject to the same rules as Issuers on the regulated main market. Instead they are subject to a less extensive set of rules and regulations. The risk in investing in an Issuer on First North Bond Market may therefore be higher than investing in an Issuer on the main market. At least during the application process Issuers - except for Issuers whose securities are already admitted to trading on a regulated market or a First North market - applying for admission to trading of fixed income instruments on First North Bond Market shall have a Certified Adviser who monitors that the rules are followed. The Exchange approves the application for admission to trading.”
Appendix F – Acceptance form for the use of personal data

Date:

I accept that NASDAQ OMX or a company within that group (NASDAQ OMX), uses my personal details in accordance with the text below.

Personal data that is sent to NASDAQ OMX will be used for information and contact purpose in conjunction with the First North Bond Markets. This includes that the information is made public on our website and in other official documents. If the person wishes to receive information on the personal data relating to him/her which is held by NASDAQ OMX the requests for information or corrections shall be sent to the following address: NASDAQ OMX AB 105 78 Stockholm.

*Personal data* means any information on a private individual and any information on his/her personal characteristics or personal circumstances where these are identifiable as concerning him/her or the members of his/her family or household

______________________________________________________

Signatory (Person(s) with the function as Certified Adviser) and name and title in capital letters