

SSE Released Guidelines for Share Repurchase of Listed Companies

Chinese version Beginning on October 10, 2008, the relevant personnel aware of the inside information must not disclose the information related with the share repurchase plans prior to the plans are offered to the public, or must not trade or suggest others to trade the securities of their companies.

The Shanghai Stock Exchange and the Shenzhen Stock Exchange respectively released the Guidelines for the Share Repurchase via Centralized Bidding Transactions by Listed Companies (Guidelines) in accordance with the Supplementary Provisions for the Share Repurchase via Centralized Bidding Transactions by Listed Companies, which was released by the China Securities Regulatory Commission (CSRC). Under the Guidelines, decisions on the share repurchase made by the shareholders' meeting of the listed companies must be approved by 2/3 votes of the shareholders that participate in the meeting.

Besides, the aforementioned decisions must include: price range of the repurchased shares, varieties, amount and proportion of the shares to be repurchased, total capital and capital source for the repurchase, time limit for implementing the share repurchase, period of validity of the decisions, and the authorization to the boards of directors for conducting the share repurchase.

(Source: Shanghai Stock Exchange, Shenzhen Stock Exchange)

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