ANNUAL ECONOMIC SURVEY OF EMPLOYEE OWNERSHIP IN EUROPE - 2007

INTRODUCTION TO COUNTRY FILES

Employee ownership is progressing faster and stronger across Europe than anyone could expect. This is a quick and recent new development in most European countries. However, some countries began earlier while others dawdled on the way (see <u>Graph 1</u>). Considering recent trends, employee ownership is going to double within the next 5-10 years, from 8.2 millions employee owners now to 16 millions, from 26.2% of all employees in large European companies now to 40-50%, and capitalisation held by employees going to raise from 2.35% now to 4 - 4.5%. This is the main conclusion of the economic survey of employee ownership in the European countries in year 2007. This survey is based on information about each of all large European companies – which also means a similar information for each of all European countries. Furthermore, it is based on information given by companies themselves in Annual Reports – which means a quick information and a high quality. The full version of this Annual Survey is available at the European Federation of Employee Share Ownership.

SWEDEN (SV)

Compared to other European countries, employee ownership looks still low in Sweden, but things seem being changing.

Considering the global percentage of capital held by employees in large companies, Sweden seems still low with 1.35% compared to 2.35% in Europe and 4.03% in France (Graph 2).

However, Sweden looks very high considering large companies having some employee share ownership — with 94% in Sweden compared to 83.4% in Europe and 100% in Ireland (Graph 3). And Sweden seems not too bad for large companies having "broad based" employee share plans (all-employee plans), with 44% in Sweden compared with 51.2% in Europe - but 84% in France (Graph 4).

Good dynamics: 33% of Swedish large companies launched new employee share plans in 2006/7, compared with 29% in Europe – but 44% in Denmark (Graph 5).

When they exist, employee share plans appear to be quite recent compared to many other European countries. Large Irish companies launched their first employee share plan in 1994 in average – it was in 1999/2000 in Sweden (<u>Graph 6</u>).

Sweden seems high regarding stock options. 78% of Swedish large companies have stock option plans, compared with 65.6% in Europe – but 97% in Ireland (Graph 7).

As a consequence, the proportion of employee owners amongst all employees in large companies is still low in Sweden, with 17% compared with 26.2% in Europe and 40% in Fance (Graph 8).

Finally, Sweden is also still a bit low regarding companies having "significant" employee ownership, with 41% in Sweden compared with 50.2% in Europe and 70% in France (Graph 9).

Graph 1



















