

PRESS RELEASE

Stockholm, 12 October 2009

East Capital Explorer AB makes a direct investment in TEO LT

East Capital Explorer AB has made a direct investment in TEO LT, a leading Baltic telecom operator, by acquiring approximately 2% of TEO shares in the market. This corresponds to an investment of approximately EUR 8.5 million.

As communicated on 5 October 2009, East Capital Explorer, together with some East Capital Funds, made a joint offer to the Board of TEO to acquire the shares held in treasury by the company, corresponding to 4.67% of the shares. As the Board of TEO did not respond to this offer, East Capital Explorer, together with East Capital funds, have acquired shares in the market. As of 9 October, East Capital Explorer, together with East Capital funds, held a total of 5.54% of the shares in TEO LT.

Gert Tiivas, CEO East Capital Explorer, says: *“TEO is an excellent company with a solid track record and strong profitability. We found this an attractive direct investment opportunity at current valuation levels. We will continue to communicate with the Board of TEO regarding the disposal of treasury shares and other ways to unlock value for all shareholders of TEO.”*

Contact information:

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Financial reporting calendar - East Capital Explorer:

- Monthly Net Asset Value report on the fifth working day after the end of each month
- Interim Report 1 January – 30 September 2009 on 12 November 2009

About East Capital Explorer | East Capital Explorer AB is a Swedish company, created with the specific aim of bringing unique investment opportunities in Eastern Europe to a broader investor base. The company invests mainly in East Capital's private equity and semi-public equity funds that provide exposure to companies not otherwise accessible via the local stock exchanges in Eastern Europe. East Capital Explorer targets fast growing sectors such as the power utilities, financial, retail and consumer goods and real estate sectors. East Capital Explorer has appointed East Capital to manage its investment activities. Since 9 November 2007, East Capital Explorer is listed on NASDAQ OMX Stockholm, Mid Cap.

This information is disclosed in accordance with the Securities Markets Act, the Financial Instruments Trading Act or demands made in the exchange rules.