

Proposal by the Board of Directors of Orion Corporation to the AGM 2011 to reduce the share premium fund in the Balance Sheet

The Board of Directors proposes to the AGM on 31 March 2011 that, by decision of the AGM, the share premium fund in the Balance Sheet on 31 December 2010 be reduced by EUR 17,797,958.60 by transferring all the share premium assets into the reserve for invested unrestricted equity.

**Procedure for the reduction of the share premium**

According to the Finnish Limited Liability Companies Act which was effective until 31 August 2006, the share premium fund belongs to restricted equity. The Companies Act currently in force no more recognizes the concept of premium fund, but under the transitional provisions, the fund can be reduced in compliance with the provisions concerning reduction of equity.

**Purpose of the reduction of the share premium**

By the reduction of the fund, the equity structure becomes more flexible and distributable equity is increased.

Espoo, 9 February 2011

Orion Corporation  
Board of Directors