

## **PROPOSAL TO GRANT SHARE REPURCHASE AUTHORIZATION TO THE BOARD**

The Board of Directors of Teleste Corporation proposes to the Annual General Meeting of Shareholders to be held on 3 April 2007 that the Board of Directors be authorized to decide on the repurchase of the Company's own shares ("Repurchase Authorization") on the following terms and conditions:

### **Maximum number of shares to be repurchased**

By virtue of the authorization, the Board of Directors is entitled to decide on the repurchase of a maximum of 1.290.000 of the Company's own shares.

### **Directed repurchase and consideration to be paid for shares**

The Company's own shares shall be repurchased otherwise than in proportion to the holdings of the shareholders by using the non-restricted equity through public trading on the Helsinki Stock Exchange at the market price prevailing at the time of acquisition.

The shares shall be acquired and paid for in accordance with the rules of the Helsinki Stock Exchange and the Finnish Central Securities Depository Ltd.

### **Holding, canceling and conveying of shares**

The shares shall be acquired for use as consideration in future acquisitions or other arrangements related to the Company's business, as financing for investments or as part of the Company's incentive program or to be held by the Company, to be conveyed by other means or to be cancelled.

### **Other terms and validity**

The Board of Directors shall decide on other terms and conditions related to the repurchase of the Company's own shares.

The Repurchase Authorization is valid until the Annual General Meeting of Shareholders for year 2008.

Helsinki, 14<sup>th</sup> March, 2007

Teleste Corporation  
The Board of Directors