
PROPOSAL OF THE BOARD OF DIRECTORS TO AMEND ARTICLES 4, 9, 10 AND 11 OF THE ARTICLES OF ASSOCIATION

The Board of Directors of Teleste Corporation (the "Company") proposes to the Annual General Meeting to be held on 9 April 2010 that the Articles of Association be amended as follows:

Article 4 Board of Directors

The Board of Directors proposes that the Article 4 of the Articles of Association be amended so that the Board of Directors, instead of the General Meeting of the Shareholders, shall elect the chairman of the Board of Directors. After the amendment the Article 4 of the Articles of Association reads as follows:

"4 §
Board of Directors

The Company shall have a Board of Directors with a minimum of three (3) and a maximum of eight (8) members elected at the Annual General Meeting of Shareholders; their term of office shall expire at the end of the following Annual General Meeting of Shareholders. The Board of Directors shall elect the Chairman of the Board of Directors among themselves."

Article 9 Notice of Meeting

The Board of Directors proposes that the first paragraph of Article 9 of the Articles of Association be amended so that the notice of the General Meeting of the Shareholders shall be announced on the Company's website instead of newspaper announcement and the time and place of the General Meeting of the Shareholders as well as the address of the Company's website shall be announced in at least one newspaper decided by the Board of Directors, and due to the Companies Act entered into force on 31 December 2009, the notice of the General Meeting of the Shareholders shall be announced no later than three (3) weeks prior to the General Meeting of the Shareholders, however, at least nine (9) days prior to the record date of the General Meeting of the Shareholders. After the amendment Article 9 of the Articles of Association reads as follows:

"9 §
Notice of Meeting

Notice of the General Meeting of Shareholders shall be announced on Company's website no earlier than two (2) months and no later than three (3) weeks prior to the General Meeting of Shareholders, however, at least nine (9) days prior to the record date of the General Meeting of Shareholders. Within the same time the Company shall announce the time and place of the General Meeting of Shareholders as well as the address of the Company's website in at least one newspaper decided by the Board of Directors.

A shareholder wishing to participate in the General Meeting of Shareholders shall notify the Company at the latest on date stated in the notice of the meeting, which date shall be no earlier than ten (10) days prior to the meeting.”

Article 10 Annual General Meeting

The Board of Directors proposes that the Article 10 of the Articles of Association shall be amended so that instead of the General Meeting the Board of Directors shall elect the chairman of the Board of Directors. After the amendment the Article 10 of the Articles of Association reads as follows:

“10 §

Annual General Meeting of Shareholders

The Annual General Meeting of Shareholders shall be held annually on the date decided by the Board of Directors by the end of June in Kaarina, Turku or Helsinki.

At the meeting, following shall be presented:

1. the financial statements, which include the consolidated financial statements, and the report of the Board of Directors;
 2. the Auditor's Report;
- resolved upon
3. the adaption of the financial statements and consolidated financial statements;
 4. use of the profit shown in the balance sheet;
 5. discharging the members of the Board of Directors and the Managing Director from liability;
 6. the number of, and the fee payable to, the members of the Board of Directors;
 7. the number of, and the fee payable, to the auditors;
- elected
8. the members of the Board of Directors;
 9. auditors; as well as
- considered
10. any other matters stated in the notice of the meeting.”

Article 11 Redemption obligation

The Board of Directors proposes that due to public bid obligation included in the Securities Market Act in force, the Article 11 of the Articles of Association regarding redemption obligation be removed as unnecessary.

In Helsinki, 2 March 2010

Teleste Corporation
The Board of Directors