

THE BOARD OF DIRECTORS' PROPOSAL ON THE USE OF THE PROFIT SHOWN ON THE BALANCE SHEET AND THE PAYMENT OF DIVIDEND

The parent company's distributable shareholders' equity on 31 December 2018 amounted to EUR 1 473 289 418.75, including the profit for the financial period of EUR 223 340 113.24. The Board of Directors proposes to the Annual General Meeting (AGM) that the distributable funds be used as follows:

Dividend of EUR 0.50 per share to be distributed from the distributable shareholders' equity for 788 619 987 shares, not to exceed	EUR 394 309 993.50
Remaining in distributable shareholders' equity	EUR 1 078 979 425.25
Distributable shareholders' equity on 31 December 2018, total	EUR 1 473 289 418.75

There have been no material changes in the parent company's financial position since 31 December 2018. The liquidity of the parent company remains good and the proposed dividend does not risk the solvency of the company.

The dividend would be paid to shareholders who on the record date of the dividend payment, 18 March 2019, are recorded in the shareholders' register maintained by Euroclear Finland Oy or in the separate register of shareholders maintained by Euroclear Sweden AB for Euroclear Sweden registered shares. Dividends payable for Euroclear Sweden registered shares will be forwarded by Euroclear Sweden AB and paid in Swedish crown. Dividends payable to ADR holders will be forwarded by Citibank N.A. and paid in US dollars.

The Board of Directors proposes to the AGM that the dividend is paid on or about 25 March 2019.

Helsinki, 31 January 2019

STORA ENSO OYJ

BOARD OF DIRECTORS