

GLASTON CORPORATION'S BOARD OF DIRECTORS' PROPOSALS TO THE ANNUAL GENERAL MEETING TO BE HELD ON 4 APRIL 2019

1. Resolution on the use of profits shown on the balance sheet and the return of capital

The distributable funds of Glaston Corporation are EUR 14,294,804, of which EUR 24,344 represents the loss for the financial year. The Company has no funds available for dividend distribution. The Board of Directors proposes to the Annual General Meeting to be held on 4 April 2019 that the loss for the financial year be placed in retained earnings and that no dividend be paid.

The Board of Directors proposes to the Annual General Meeting that, on the basis of the balance sheet to be adopted for financial period 2018, a return of capital of a total of EUR 1,157,067 be distributed, which is approximately EUR 0.03 per share based on the total number of shares in Glaston Corporation on the date of this notice to the General Meeting.

The return of capital will be paid from the reserve for invested unrestricted equity to shareholders who are registered in the Company's register of shareholders, maintained by Euroclear Finland Ltd, on the record date for payment, 8 April 2019. The Board of Directors proposes to the Annual General Meeting that the return of capital be paid on 25 April 2019.

2. Resolution on the remuneration of the auditor

The Board of Directors proposes that the remuneration of the auditor be paid based on the reasonable invoice approved by the Company.

3. Election of auditor

The Board of Directors proposes that authorised public accounting firm Ernst & Young Oy would be re-elected as the Company's auditor. The auditing firm has announced that the auditor in charge of the audit is Authorised Public Accountant Mrs. Kristina Sandin.

4. Authorising the Board of Directors to decide on the issuance of shares as well as the issuance of options and other rights entitling to shares

The Board of Directors proposes that the General Meeting would authorise the Board of Directors to resolve on one or more issuances of shares which contain the right to issue new shares or dispose of the shares in the possession of the Company and to issue options or other rights entitling to shares pursuant to Chapter 10 of the Finnish Companies Act. The authorisation would consist of up to 4,000,000 shares in the aggregate representing approximately 10 per cent of the current number of shares in the Company.

The authorisation would not exclude the Board of Directors' right to decide on a directed issue of shares. The authorisation is proposed to be used for material arrangements from the Company's point of view, such as financing or implementing business arrangements or investments or for other such purposes determined by the Board of Directors in which case a weighty financial reason for issuing shares, options or other rights and possibly directing a share issue would exist.

The Board of Directors would be authorised to resolve on all terms and conditions of the issuance of shares, options and other rights entitling to shares as referred to in Chapter 10 of the Companies Act, including the payment period, grounds for the determination of the

subscription price and subscription price or allocation of shares, option or other rights free of charge or that the subscription price may be paid besides in cash also by other assets either partially or entirely (contribution in kind).

The authorisation would be effective until 30 June 2020. The Board of Directors proposes that the authorisation would revoke corresponding earlier authorisations. For the avoidance of doubt, the authorisation would not revoke the authorisations given by the Extraordinary General Meeting of the Company on 26 February 2019 to the Board of Directors for share issues of 7,600,000 shares and 46,000,000 shares as set out in more detail in the resolution of the aforementioned General Meeting.

5. Reduction of the share premium account

The Board of Directors proposes that the share premium account, as stated on the parent Company's balance sheet on 31 December 2018, that belongs to restricted equity, be reduced by transferring all funds in the account EUR 25,269,825, to the Company's reserve for invested unrestricted equity. A significant amount of funds has accumulated in the Company's share premium account based on entries made until 2004 in accordance with the so-called old Limited Liability Companies Act (734/1978), and especially due to a share issue related to the listing of the Company in 1997, when the part of the subscription price of the new shares exceeding the nominal value of the share of that time was entered in the company's share premium account.

Under the current Limited Liability Companies Act, the share subscription price is entered either in the share capital or in the reserve for invested unrestricted equity, and the current law does not recognise the concept of share premium account. The share premium account is included in restricted capital, whose use is restricted. After the proposed reduction, the funds would belong to unrestricted equity, which would lead to a more flexible capital structure and thus enable more efficient use of the Company's funds. The reduction of the share premium account will take place for no consideration and will not affect the number of shares in the Company, the rights conferred by the shares or the proportional holdings of the shareholders. The entry into force of the reduction of the share premium account is subject to the completion of the creditor protection procedure set out in Chapter 14 of the Limited Liability Companies Act.

In addition, it is proposed that all practical measures related to the reduction of the share premium account shall be decided by the Board of Directors.

Helsinki, 6 March 2019

GLASTON CORPORATION
Board of Directors