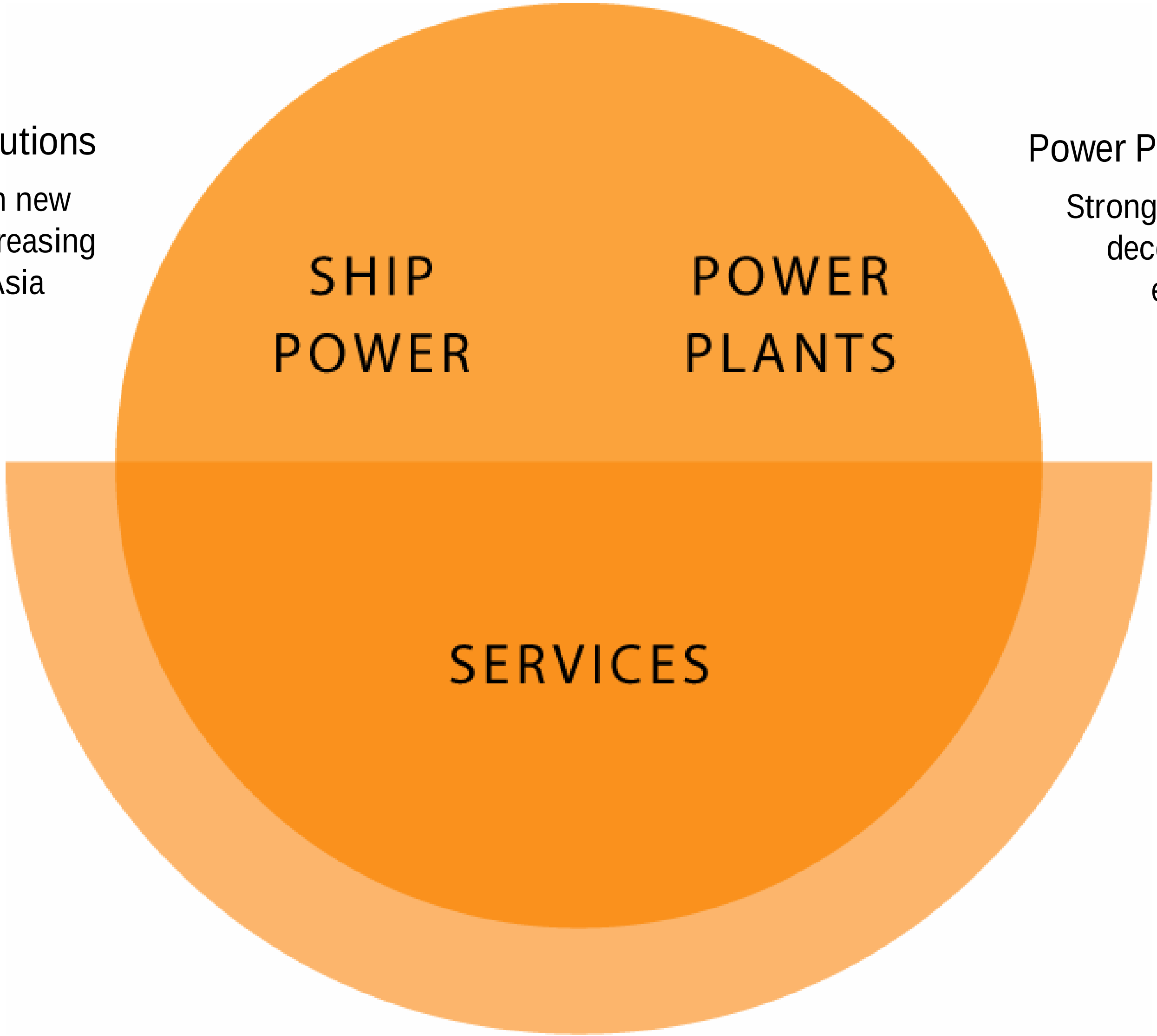
ANNUAL GENERAL MEETING 2007

Ole Johansson

WÄRTSILÄ

Ship Power solutions

Growth through new products and increasing presence in Asia

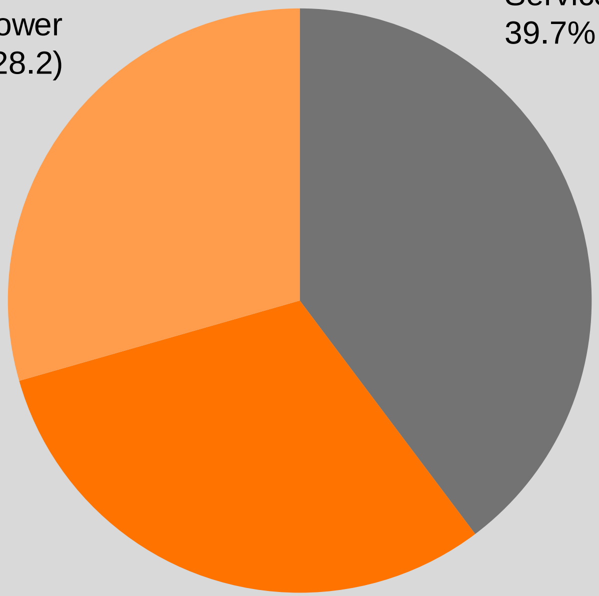


Power Plant solutions

Stronger position in decentralized energy

Key figures 2006

Net sales by business 2006



MEUR	**2006**	2005*	Change (%)
Net sales	**3,189.6**	2,520.3	26.6
Operating income	**261.6**	202.5	29.2
% of net sales	**8.2**	8.0	
Income before taxes	**446.8**[2]	212.4[1]	
Earnings/share, EUR	**3.72**	1.80	

1) The figure in the comparison period includes Imatra Steel's pre-tax profit of EUR 21.4 million and Wärtsilä's share of Ovako's profit after taxes EUR 10.4 million.
2) The January – December result 2006 includes Wärtsilä's share of Ovako's profit after taxes EUR 18.1 million and a tax-free capital gain of EUR 49.3 million from the sale of Oy Ovako Ab and a capital gain of EUR 123.9 million from the sales of Assa Abloy B shares.
*) For comparability reasons net sales and operating income for 2005 are presented without Imatra Steel.

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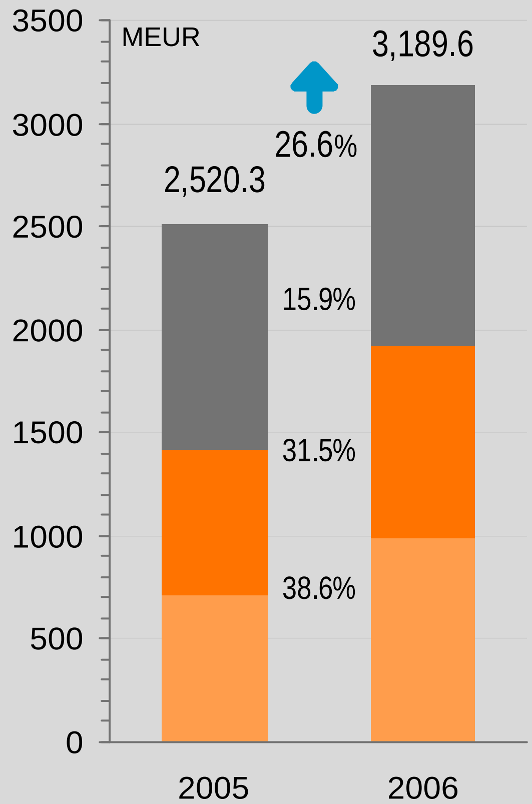
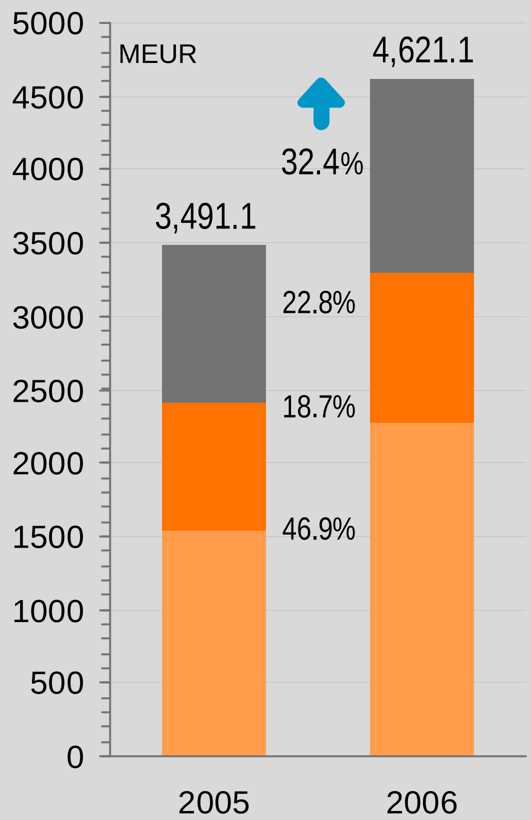
Key figures

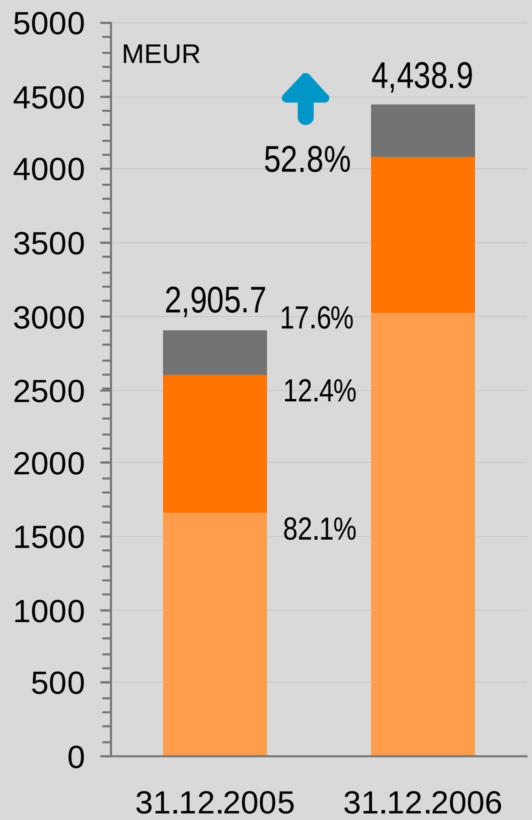
Net sales



Order intake



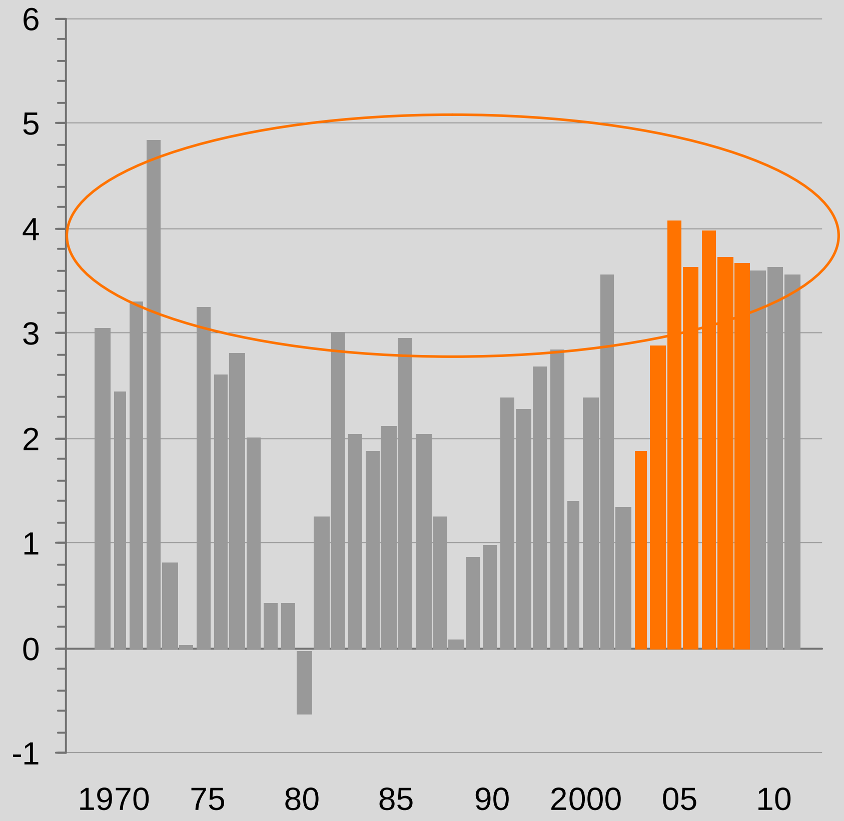
Order book



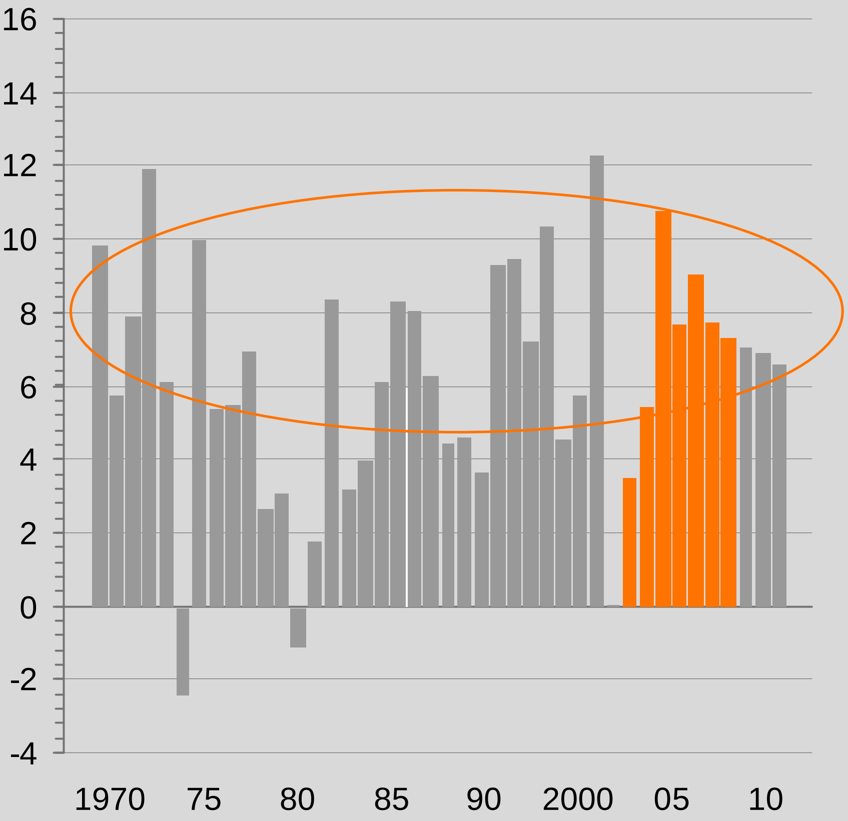
Services Power Plants Ship Power

Global growth rates have accelerated

World Real per Capita GDP



World trade volume



Note! Aggregates computed on the basis of purchasing power parity (PPP) weights
Source: IMF: World Economic Outlook, September 2006

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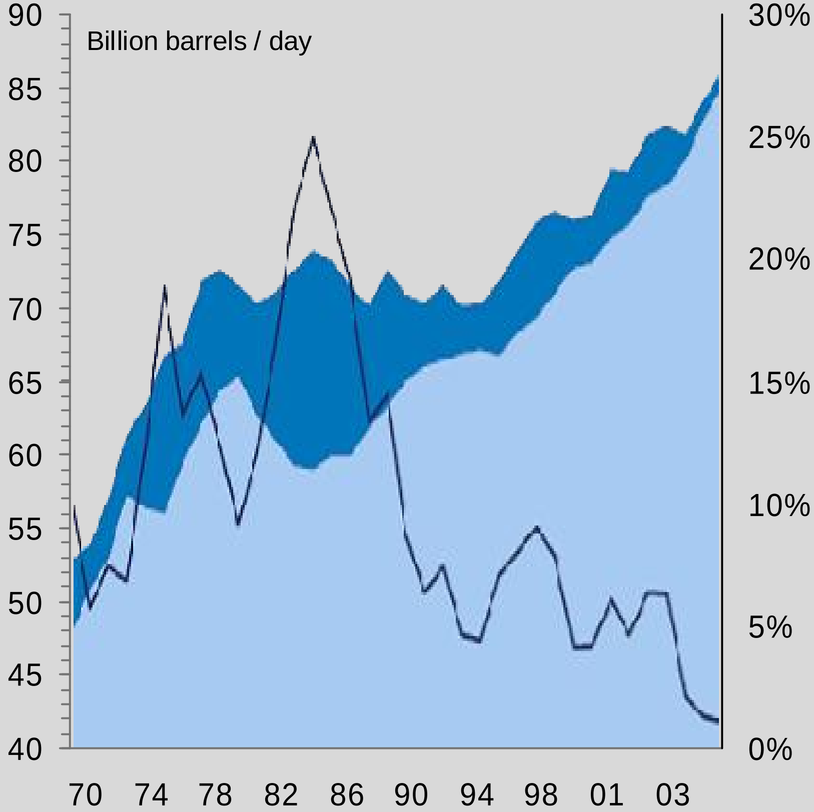
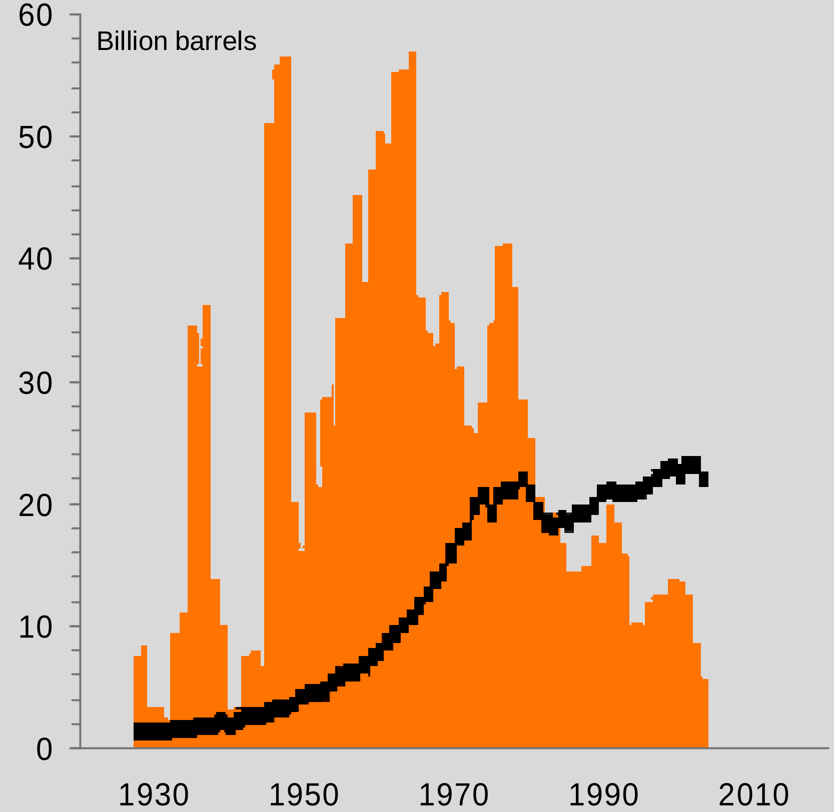
The oil industry needs to produce and discover more

Oil production capacity and demand



Excess oil production capacity
World oil demand
Space capacity

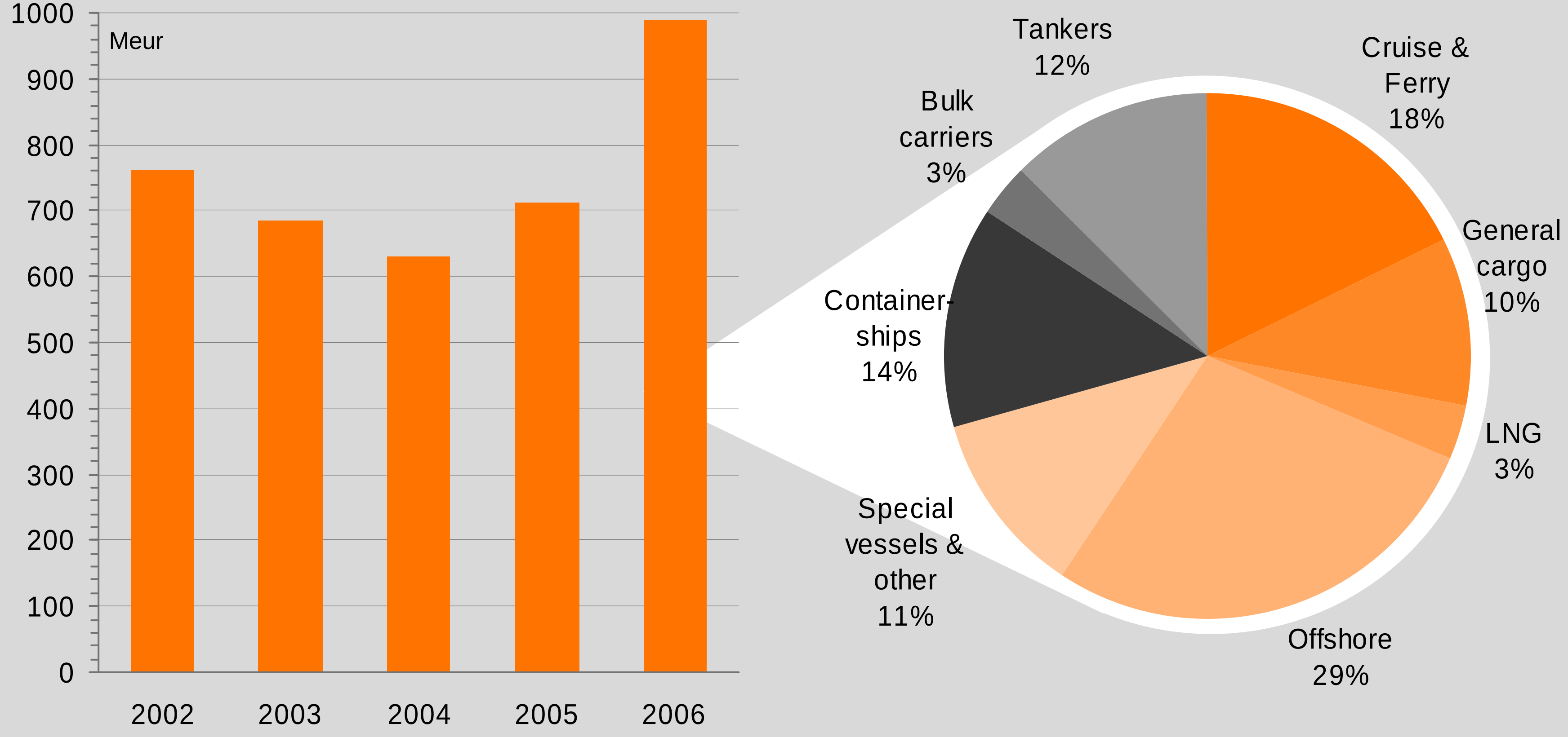
Global oil discovery



Past Discovery
Exploration

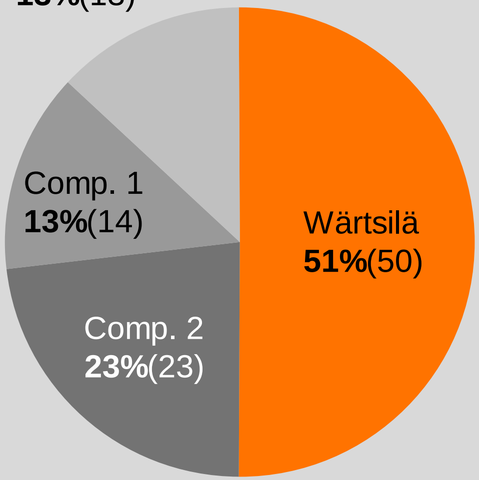
Source: BP/Pareto; ODS-Petrodata

Ship Power - net sales by vessel type



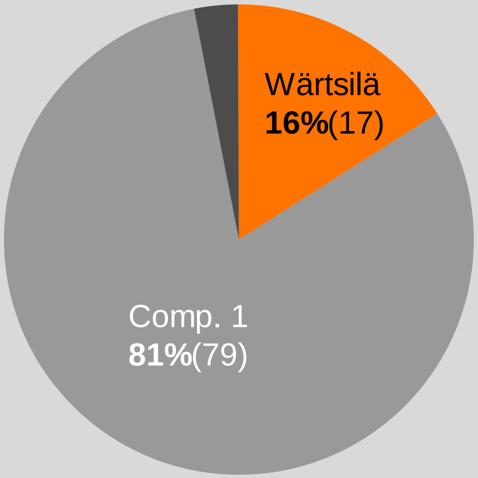
Market position of Wärtsilä’s marine engines

Medium-speed main engines
(Own production)



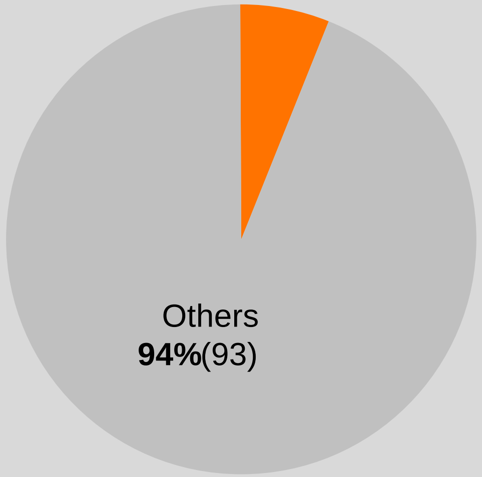
Total market volume last 12 months:
9,200 MW (9,600)

Low-speed main engines
(Production by licensees)



Total market volume last 12 months:
26,600 MW (21,900)

Auxiliary engines
(Own production)



Total market volume last 12 months:
7,600 MW (6,700)

Wärtsilä’s own calculation is based on: Lloyd’s Register – Fairplay, Clarkson’s Research Studies and BRL Shipping Consultants. Market shares based on installed power, numbers in brackets are from the end of the previous quarter. The total market is based on the volume of the last 12 months. Numbers in brackets reflect the volume of the last 12 months at the end of the previous quarter.

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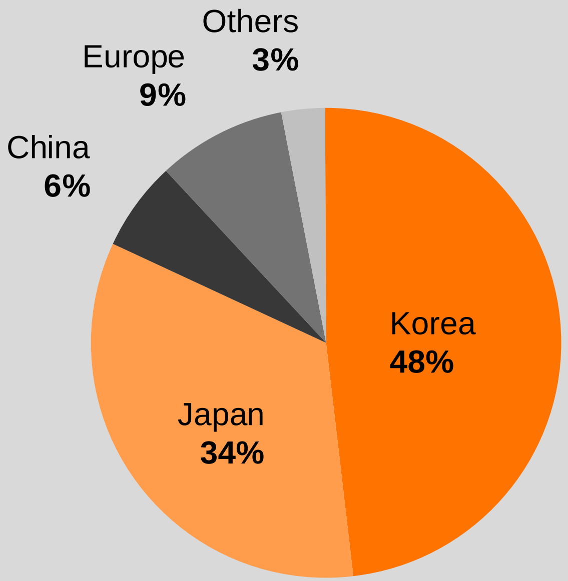
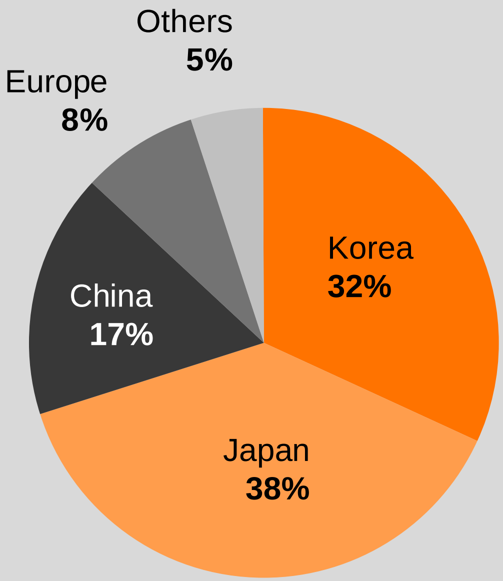
Shipbuilding growing in China

Vessel orders 2000



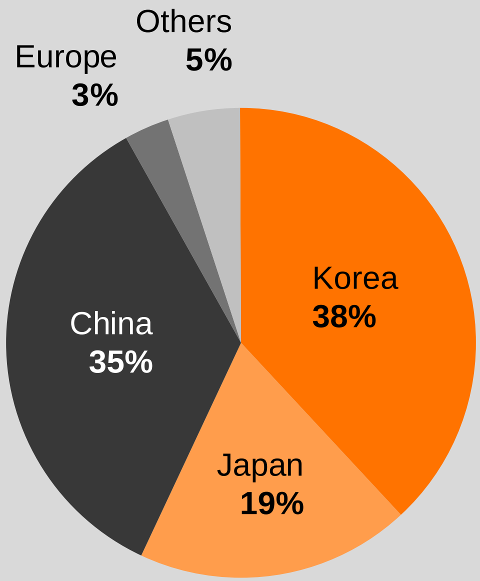
67.595.039 dwt

Vessel orders 2004



104.940.490 dwt

Vessel orders 2006



141.589.105 dwt

Market share of dwt. Vessels > 1000gt.
Source: Clarkson Research Studies December 2006

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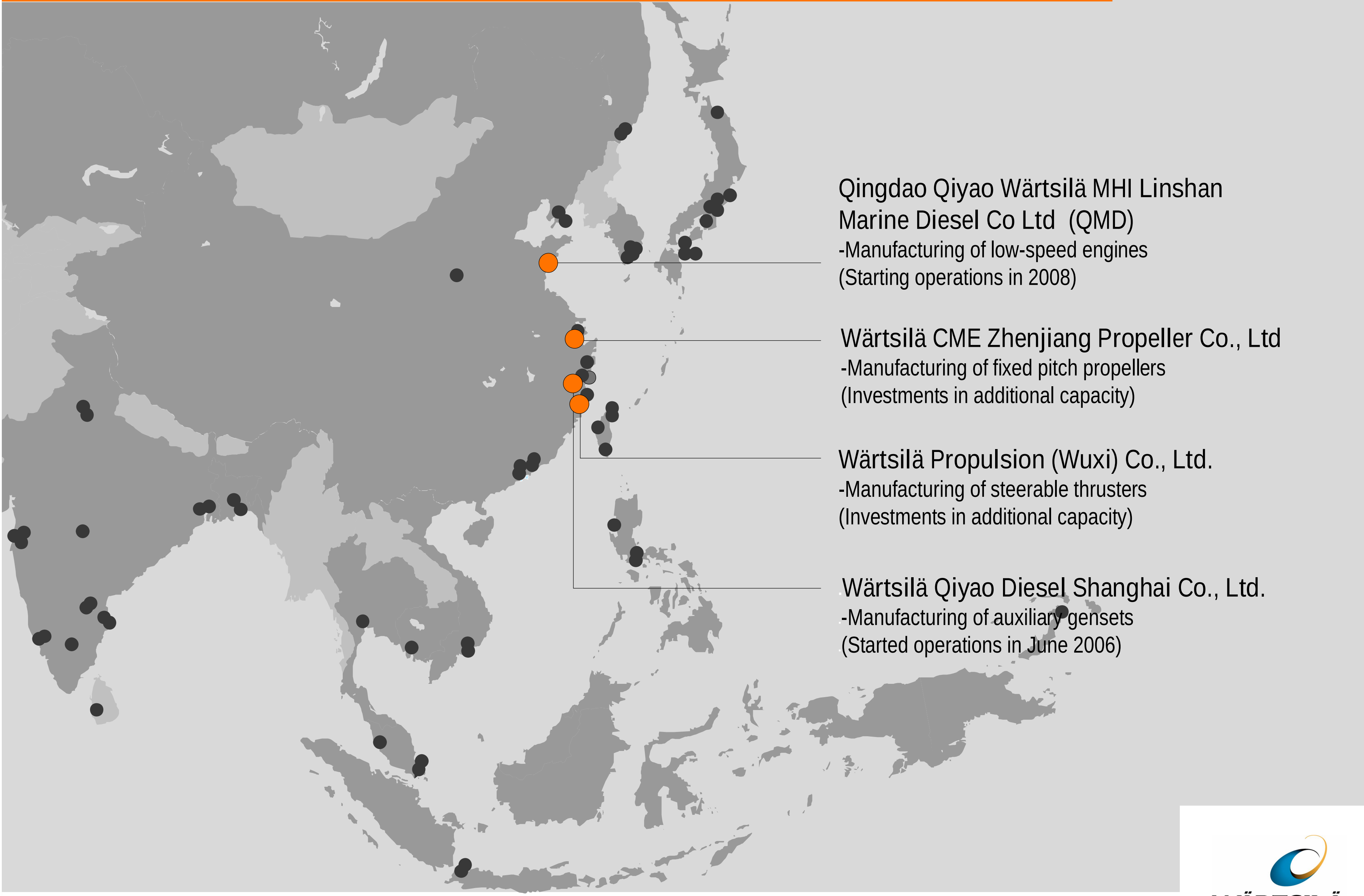
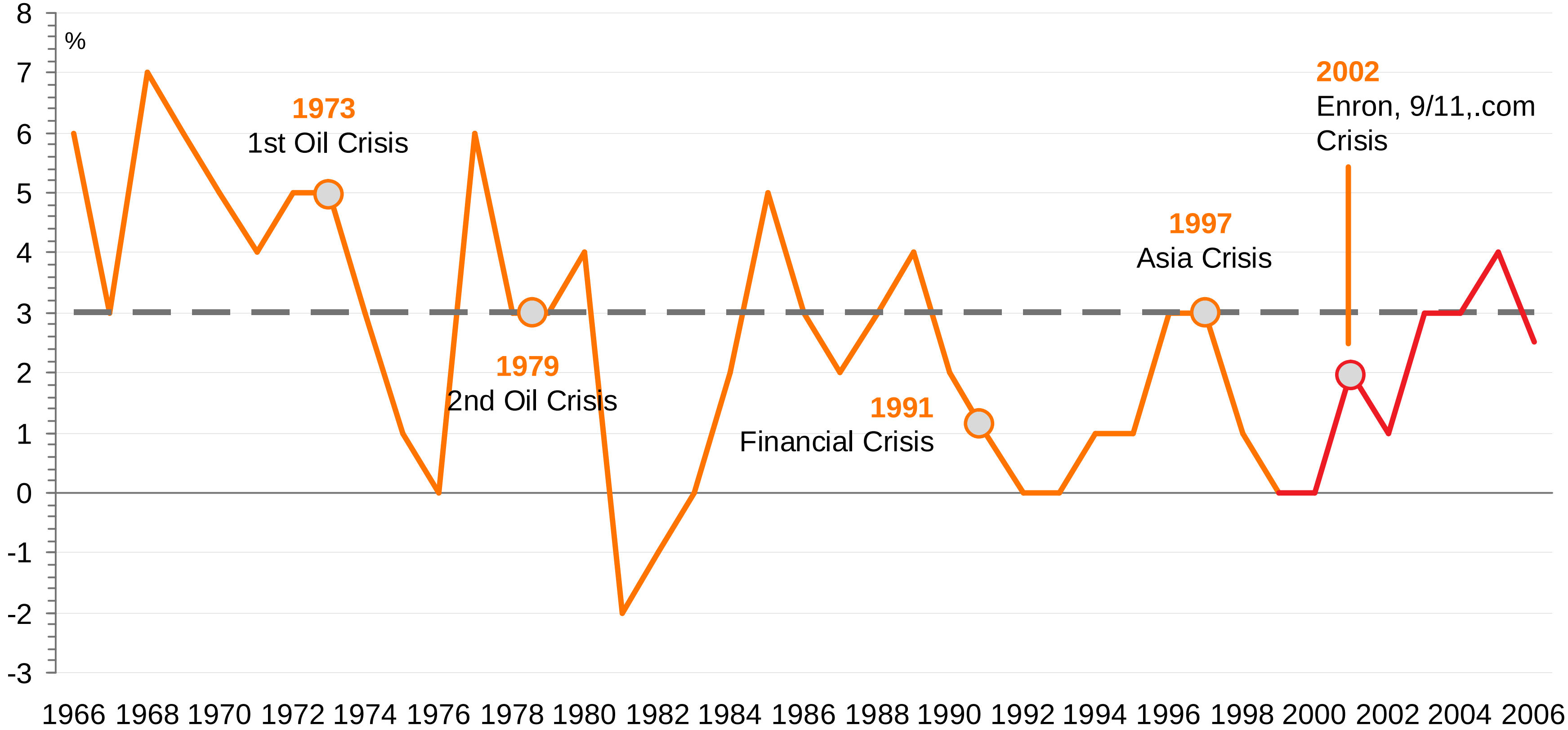
Markets in Asia - production growing in China



Energy demand is growing

World energy demand



Source: Clarkson Research Studies

Leading power supplier on selected markets

Flexible baseload power generation

- Installed base 21,1 GW, 1,529 power plants

Grid stability and peaking

- Installed base 4,2 GW, 446 power plants

Industrial self-generation

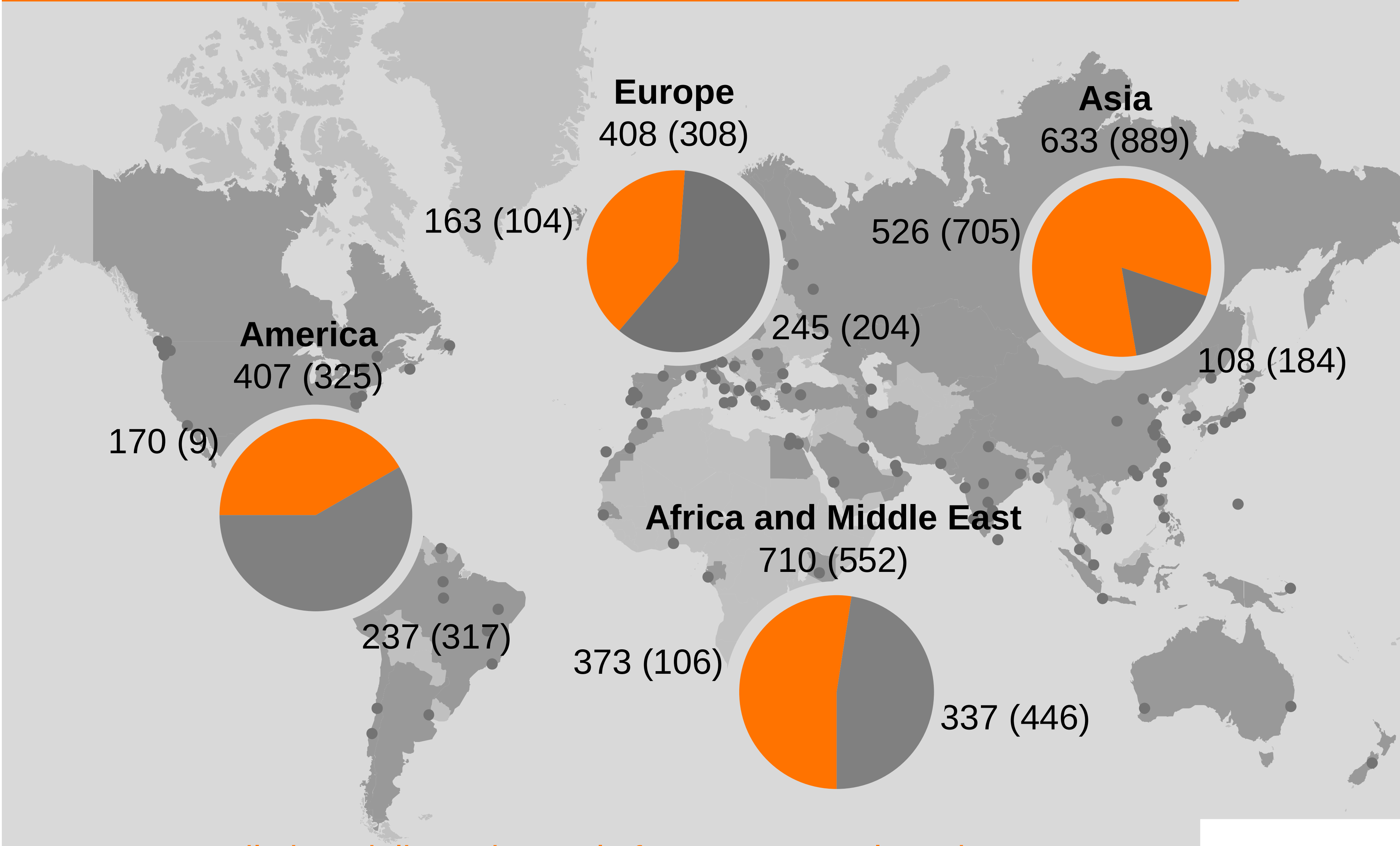
- Installed base 11,0 GW, 1,412 power plants

Bio-energy

- Installed base 20 MWe & 590 MWth, 82 power plants

Lähde: Wärtsilä

Power plants order intake 2006: 2.158 MW (2.075)



Wärtsilä has delivered a total of 4,200 power plants in 25 years

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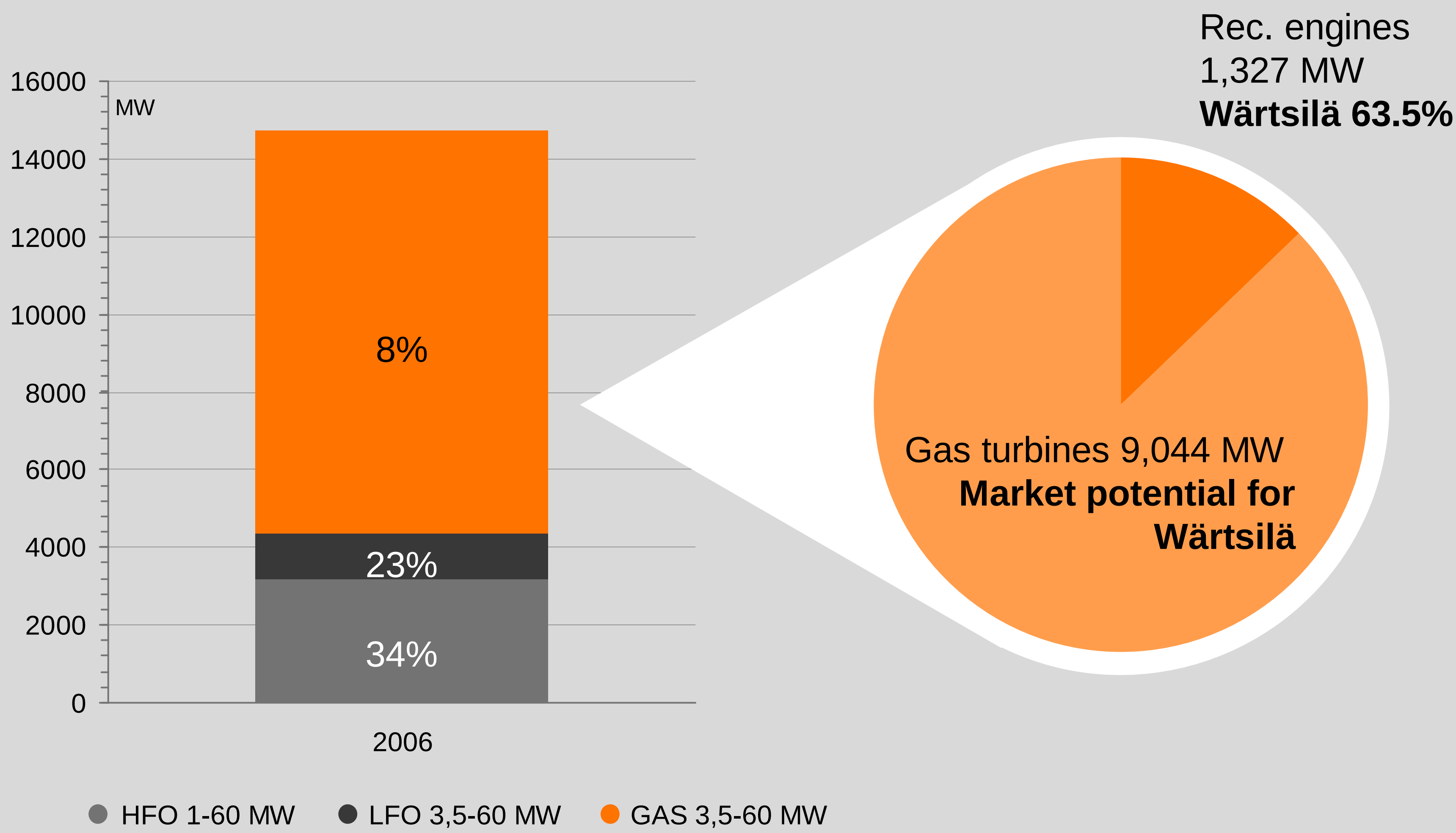
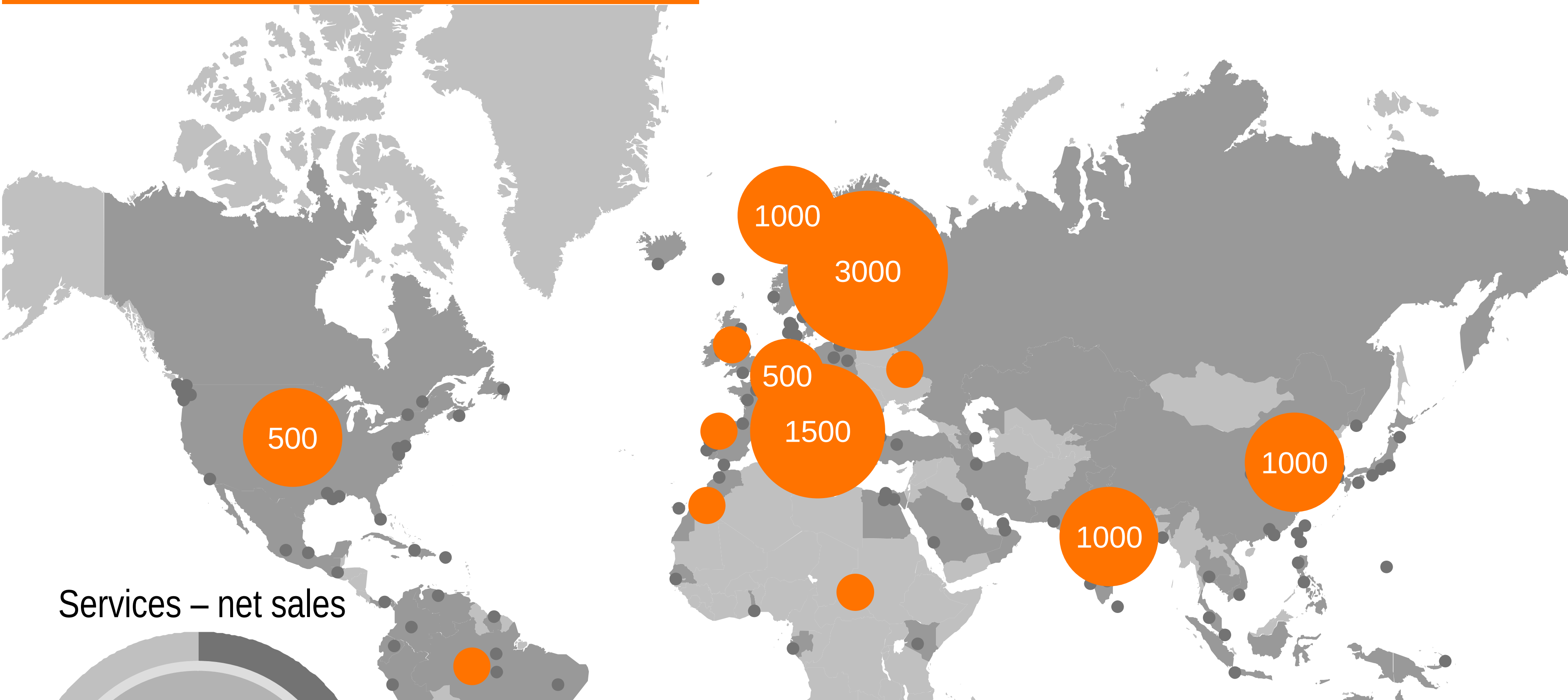
High market shares on selected markets



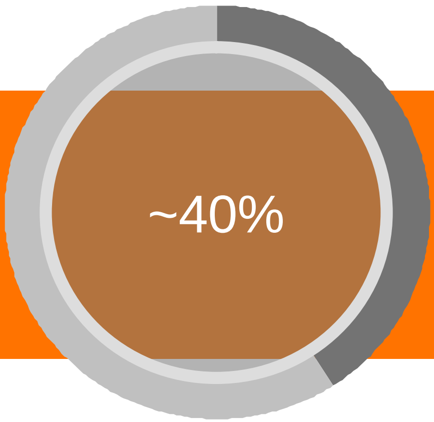
Note I: Wärtsilä's gas power plant target markets have changed since Wärtsilä stopped manufacturing and selling high speed engines (power range < 3,5 MW)
Note II: The 2006 LFO figure includes liquid biofuels.

Wärtsilä Services

Global service network



Services – net sales



of total net sales

Our service network consists of over 8,000 proffessionals in over 70 countries

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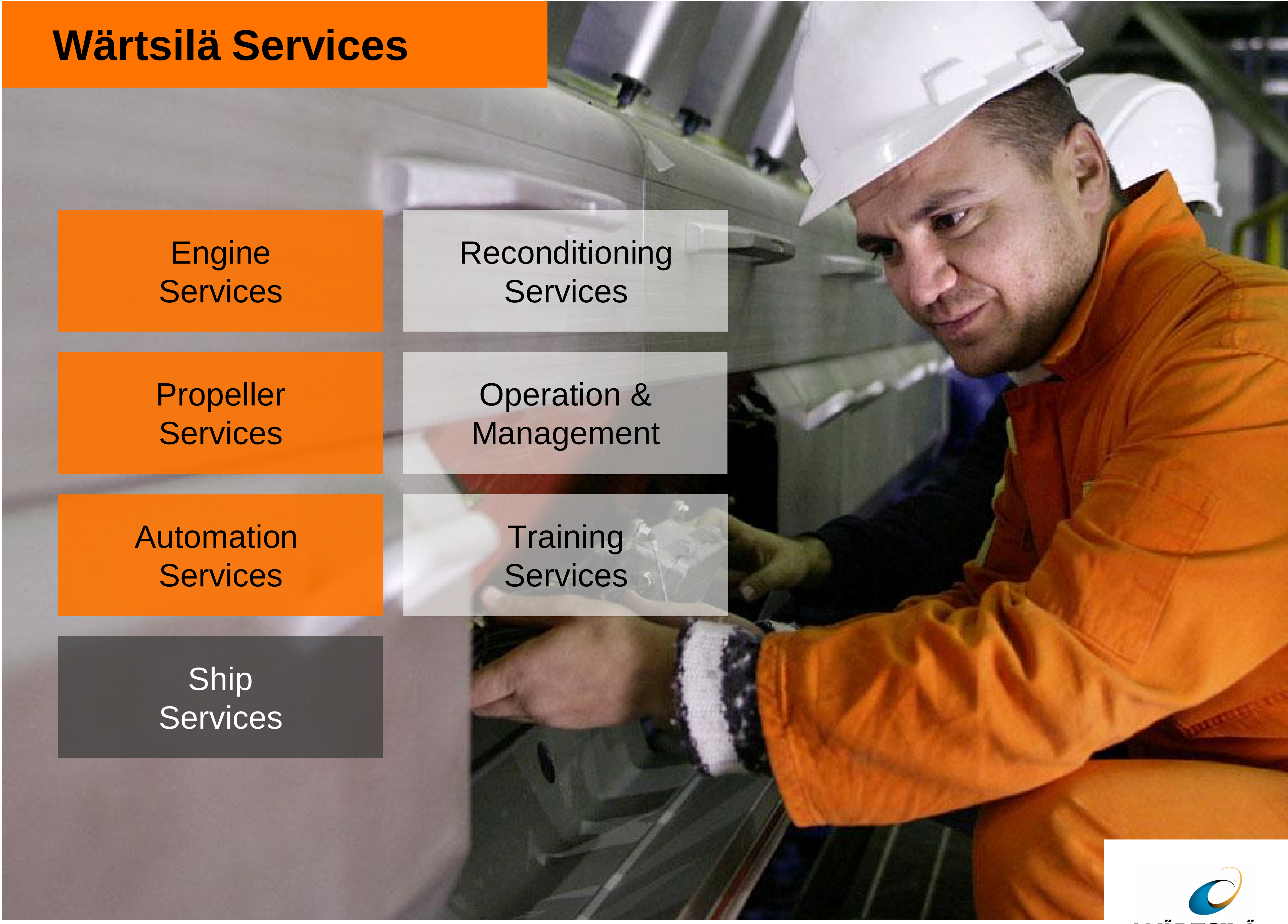
Wärtsilä Services



Engine Services

Reconditioning Services

Propeller Services

Operation & Management

Automation Services

Training Services

Ship Services

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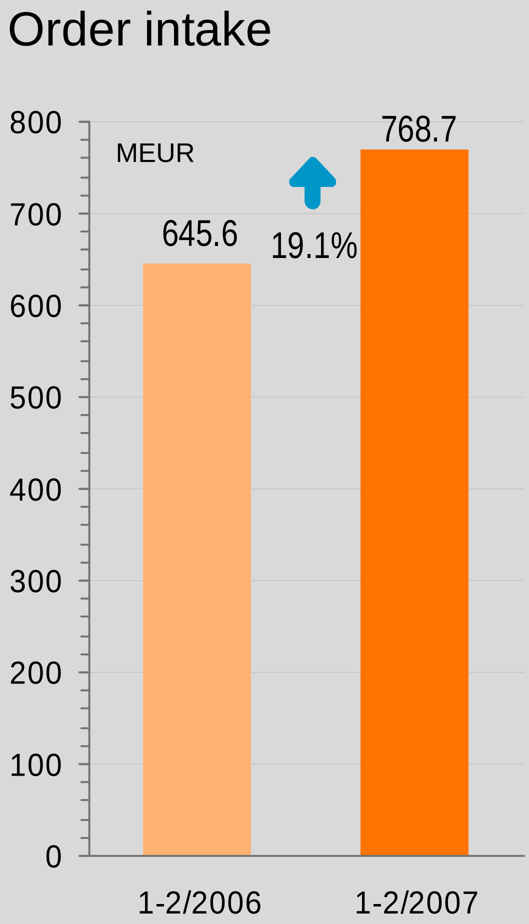
Growth continued in the beginning of 2007



Wärtsiläs prospects in 2007

- Demand in the ship power and energy markets will remain active for Wärtsilä for at least the first half of 2007.
- Based on the strong order book, Wärtsilä's net sales are expected to grow this year by around 15%.
- Profitability will exceed 9%.
- Wärtsilä sees further possibilities for growth in 2008.

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Proposal for Board of Directors

Maarit Aarni-Sirviö, Born 1953.

- M.Sc. (Tech), MBA. Vice President, Fenoli - Business unit, Borealis Group. Member of the Boards of Borealis Polymers Oy, Vattenfall AB and Rautaruukki Oyj.

Heikki Allonen, Born 1954.

- MSc (Eng.). President & CEO of Fiskars Corporation. Member of the Board of Wärtsilä Corporation since 2004. Rautaruukki Corporation, member of the Supervisory Board.

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Proposal for Board of Directors

Göran J. Ehrnrooth, Born 1934.

- MSc (Econ). Member of the Board of Wärtsilä Corporation since 1992.

Antti Lagerroos, Born 1945.

- LL.Lic. President & CEO and Member of the Board of Finnlines Plc. Member of the Board of Wärtsilä Corporation since 2002. Member of the Supervisory Board of Ilmarinen Mutual Insurance Company.

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Proposal for Board of Directors

Bertel Langenskiöld, Born 1950.

- MSc (Eng.). President of Metso Paper, Inc. as of 4/2007. Member of the Board of Wärtsilä Corporation since 2002. Member of the Board of Luvata International Oy.

Matti Vuoria, Born 1951.

- BA, Master of Laws. President & CEO of Varma Mutual Pension Insurance Company. Member of the Board of Wärtsilä Corporation since 2005. Deputy Chairman of the Board: Danisco A/S and Stora Enso.

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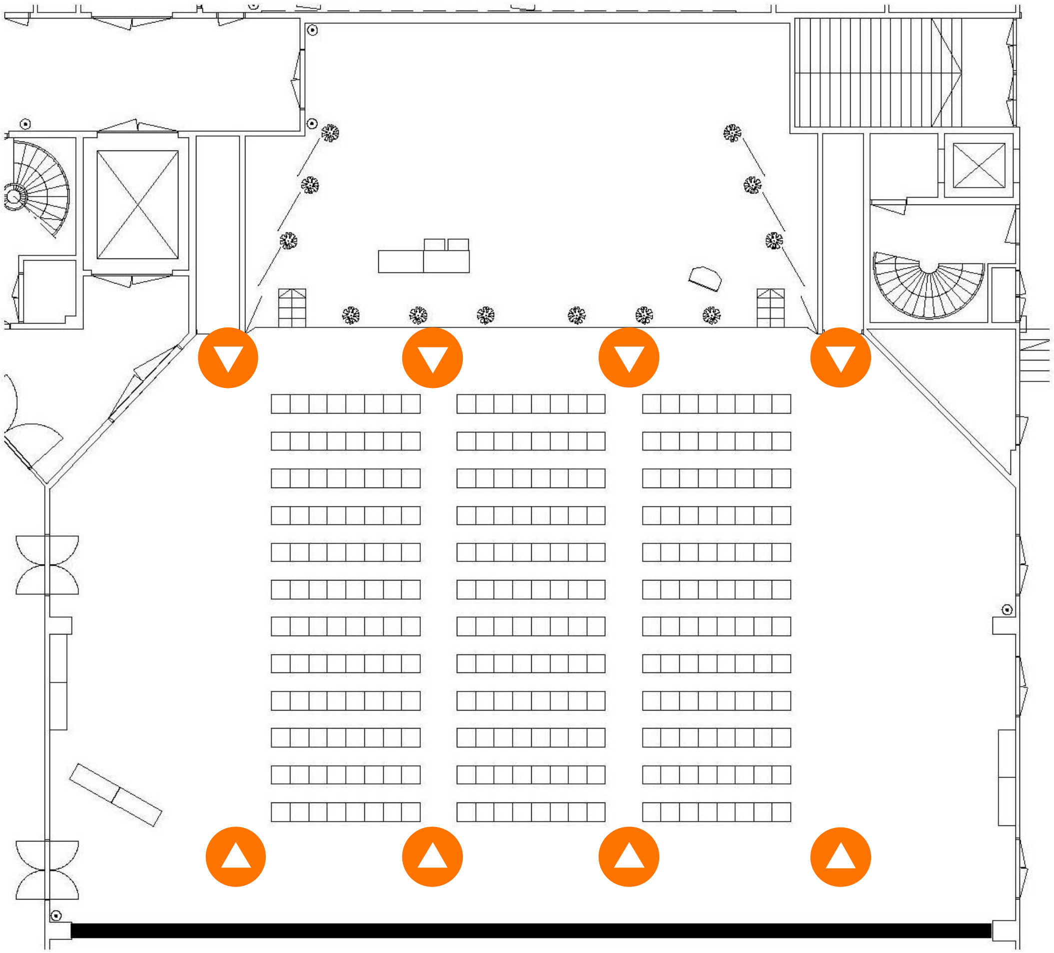
Voting

The voting slips will be collected in the following order:



Voting slip

WÄRTSILÄ
ÄÄNILIPPU NRO RÖSTSEDEL NR
YHTIÖKOKOUS BOLAGSSTÄMMA 15.03.2004
Osakkeenomistaja Aktieägare
Edustaja Ombud
Avustaja Biträde

	Osakkeita Aktier	Ääniä Röster
Sarja Serie A	0	0
Sarja Serie B	100	100
Osake ja äänimäärä yhteensä Aktie- och röstantal sammanlagt	100	100

WÄRTSILÄ
ÄÄNILIPPU NRO RÖSTSEDEL NR
YHTIÖKOKOUS BOLAGSSTÄMMA 15.03.2004
Osakkeenomistaja Aktieägare
Edustaja Ombud
Avustaja Biträde

	Osakkeita Aktier	Ääniä Röster
Sarja Serie A	0	0
Sarja Serie B	100	100
Osake ja äänimäärä yhteensä Aktie- och röstantal sammanlagt	100	100

WÄRTSILÄ
ÄÄNESTYS OMRÖSTNING 6
YHTIÖKOKOUS BOLAGSSTÄMMA 15.03.2004
Kannatettu ehdotus Omfattat förslag
A00000000000
B0000000100
OS000000100
AA000000100

WÄRTSILÄ
ÄÄNESTYS OMRÖSTNING 5
YHTIÖKOKOUS BOLAGSSTÄMMA 15.03.2004
Kannatettu ehdotus Omfattat förslag
A00000000000
B0000000100
OS000000100
AA000000100

4
WÄRTSILÄ
OMRÖSTNING 4
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Kannatettu ehdotus Omfattat förslag
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3
WÄRTSILÄ
OMRÖSTNING 3
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