



Metso investor presentation

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Forward looking statements

It should be noted that certain statements herein which are not historical facts, including, without limitation, those regarding expectations for general economic development and the market situation, expectations for customer industry profitability and investment willingness, expectations for company growth, development and profitability and the realization of synergy benefits and cost savings, and statements preceded by "expects", "estimates", "forecasts" or similar expressions, are forward-looking statements. These statements are based on current decisions and plans and currently known factors. They involve risks and uncertainties which may cause the actual results to materially differ from the results currently expected by the company.

Such factors include, but are not limited to:

- (1) general economic conditions, including fluctuations in exchange rates and interest levels which influence the operating environment and profitability of customers and thereby the orders received by the company and their margins
- (2) the competitive situation, especially significant technological solutions developed by competitors
- (3) the company's own operating conditions, such as the success of production, product development and project management and their continuous development and improvement
- (4) the success of pending and future acquisitions and restructuring.

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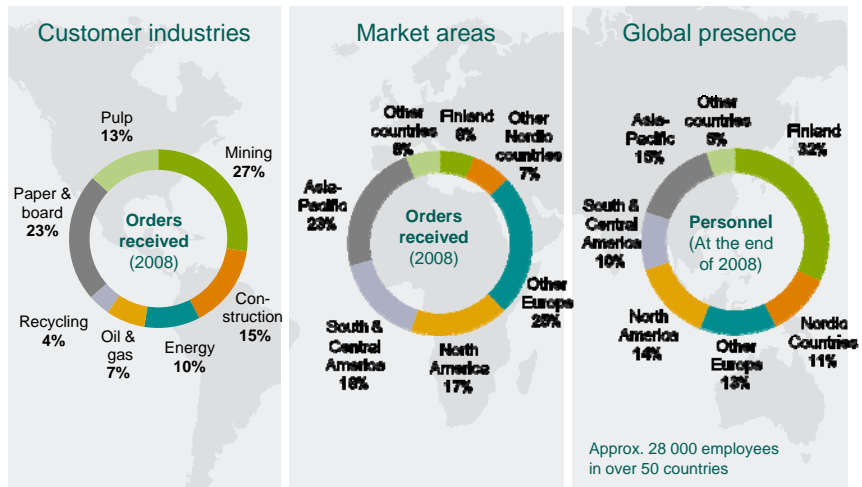
Metso at glance

Serving several customer industries with leading technology

<p>Mining and construction customers</p> <p>Global market leader</p> <p>Emerging markets</p> <p>Full utilization of global market and services opportunities</p>	<p>Energy and environmental customers</p> <p>Strong niche positions</p> <p>Renewable energy</p> <p>Environmental technologies</p> <p>Interesting new growth opportunities</p>	<p>Paper and fiber customers</p> <p>Global market leader</p> <p>Emerging markets</p> <p>Transformation to services</p>
<p>Group strategic initiatives</p> <p>Continuous process to map and execute performance improvements across Metso</p>		



Balanced customer portfolio with strong global coverage



Long-term strategic focus



Global megatrends supporting growth

Emerging markets

- Economic growth continues
- Increasing prosperity
- Rise of new markets



Infrastructure development

- Rapid urbanization
- Demand for infrastructure and refurbishment



Energy & Environment

- Increasing demand for energy
- Energy efficiency and security
- Concern for CO₂ emissions and global warming (biofuels)
- Waste recycling



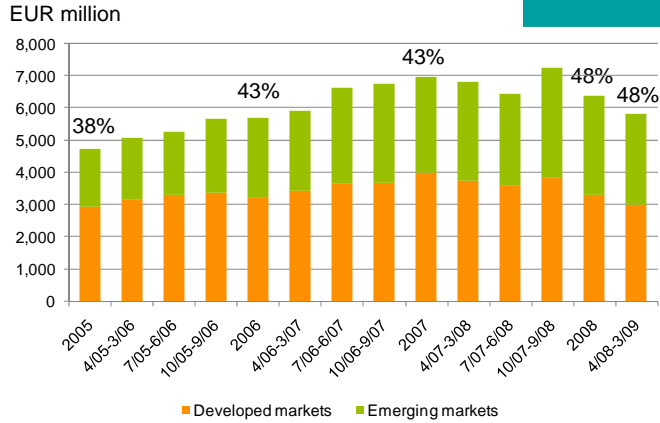
Services growth

- Productivity of assets
- Outsourcing trend
- Ageing workforce and knowledge retention



Nearly half of our orders come from emerging markets

Top countries in 2008:
US, Brazil and China

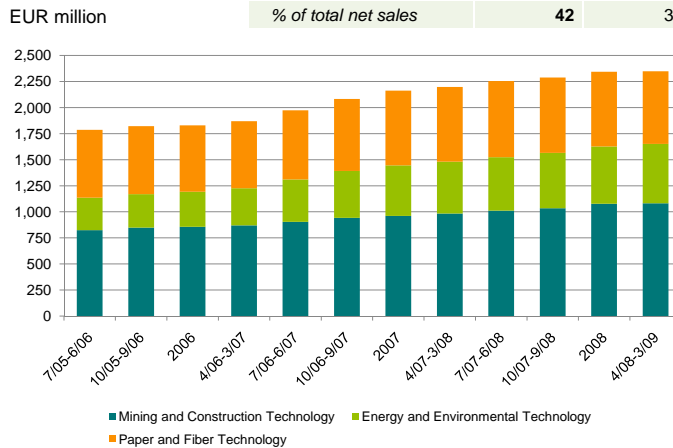


Emerging markets: Eastern Europe, South and Central America, Middle East and Africa, Asia Pacific (excl. Japan, Australia, New Zealand).



Our services business is today overall strong

	Q1/09	Q1/08
Services' net sales, MEUR	506	501
% of total net sales	42	36






Recent financial performance



Highlights of the first quarter

EUR million	Q1 2009	Q1 2008	Change, %
Net sales	1,220	1,400	-13
EBITA before one-time capacity adjustment costs	90.8	133.7	-32
% of net sales	7.4	9.6	
EBITA	68.8	133.7	-49
% of net sales	5.6	9.6	
EPS, EUR	0.18	0.55	-67
Orders received	942	1,509	-38
Free cash flow	120	-99	



Profitability declined

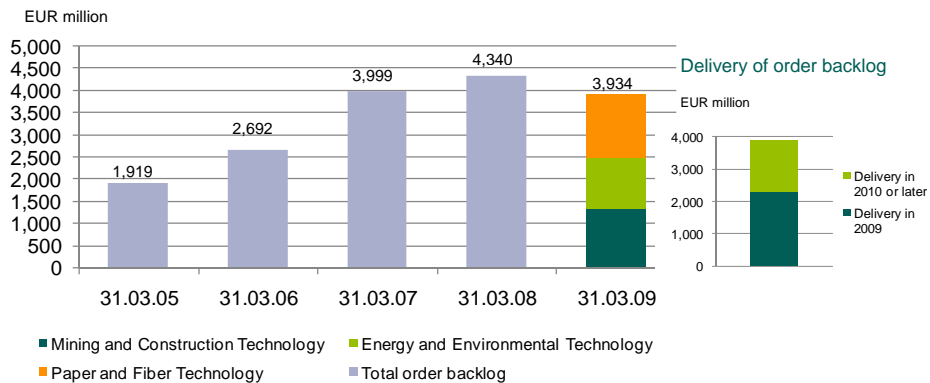
EUR million	Q1/09	Q1/08	Change, %
Mining and Construction Technology			
Net sales	528	534	-1
EBITA	55.6	78.9	-30
<i>% of net sales</i>	10.5	14.8	
Energy and Environmental Technology			
Net sales	397	373	+6
EBITA	32.3	32.4	0
<i>% of net sales</i>	8.1	8.7	
Paper and Fiber Technology			
Net sales	287	483	-41
EBITA	-14.0	29.9	n.a.
<i>% of net sales</i>	n.a.	6.2	

EBITA in Q1/09 includes non-recurring expenses: MCT close to EUR 4 million, EET close to EUR 2 million and PFT close to EUR 17 million.

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Order backlog EUR 3.9 billion



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Guidance for 2009 intact

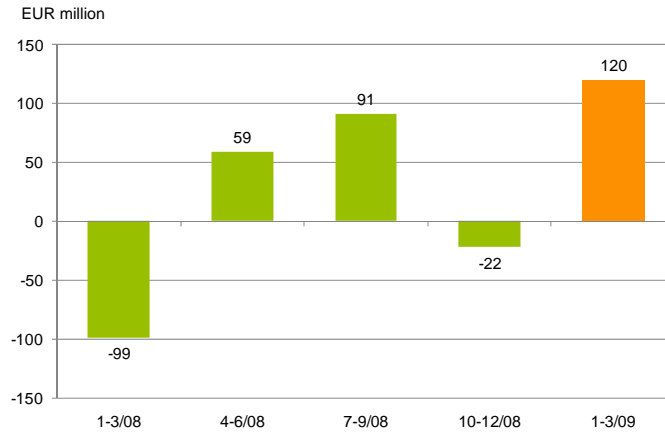
We estimate for 2009:

- Net sales to exceed EUR 5 billion
 - Order backlog EUR 3.9 billion, of which EUR 2.3 billion delivered in 2009
 - Satisfactory services business
- Profitability satisfactory
- Free cash flow to improve considerably on 2008



Financial position

Free cash flow was EUR 120 million



Metso's financial position continues to be satisfactory

Financing facilities, March 31, 2009	EUR million
Cash and liquid assets	436
Revolving credits	500
Pension loans supported by committed bank guarantees	100

> EUR 1 billion

Maturities in next 12 months	EUR million
Finnish commercial papers	127
Local export credits (mainly Brazil)	83
Maturities of long-term debt	189

To be renewed

Maturities in Q2-Q4 2010	EUR million
Long-term debt	90



Outlook and priorities



Capacity and cost structure adjustments to ensure competitiveness

- Actions taken promptly when markets started to weaken in Sept. 08
- A lot of our fixed costs are related to personnel
- First steps were to reduce temporary work force and subcontractors
- Due to the weakened demand situation we made in Q1 decisions on permanently reduce about 1,800 jobs.
 - Estimated annual savings about EUR 90 million, of which about EUR 40 million this year
 - Non-recurring expenses in Q1 EUR 22 million
- Also temporary lay-offs (esp. Finland) and other work time flexibilities
 - Temporary lay-offs in Finland estimated to generate EUR 25-30 million savings in 2009.



Market outlook

Metso's operating environment is expected to be demanding in 2009

Mining



- Satisfactory

Construction



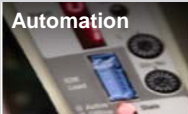
- Weak

Power



- Satisfactory

Automation



- Satisfactory

Recycling



- Weak

Paper & board



- Weak

Fiber



- Weak

Focus on short-term – Without forgetting the future

New orders, profitability and tight cost control

Cash flow and NWC release

Short-term priorities

Capacity adjustments to demand

Encouraging our people

Securing the future

Competitive product and services offering

Competitive operating model

Maintaining and developing capabilities and competencies

Strengthening services business and presence in emerging markets

