

PROPOSAL BY THE AUDIT COMMITTEE FOR ELECTION OF THE AUDITOR

Having evaluated the performance and independence of the statutory auditor of Talvivaara for the financial year 2010, the Audit Committee proposes to the Annual General Meeting that PricewaterhouseCoopers Oy, Authorized Public Accountants, be re-elected as the Company's auditor for the financial year 2011.

PricewaterhouseCoopers Oy has informed the Audit Committee that in the event it be re-elected as auditor, the auditor with principal responsibility will be Ms. Ylva Eriksson.

Espoo, 23 March 2011
The Board of Directors, Audit Committee

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