Excellent second quarter

- Net sales +37%
- Operating result (EBIT) +67%, 11.2% of net sales
- Strong activity in Power Plants offsets lower orders in Ship Power
- EPS 0.96 (0.54)
- Strong cash flow
Strong order intake continued

Second quarter development

Order intake  Power Plants  Ship Power  Services

2004  2005  2006  2007  1-6/2008

MEUR

1 369  5%
1 432

0  200  400  600  800  1000  1200  1400  1600
Q2/2007  Q2/2008

9% -31%  70%
Order book at new record level

<table>
<thead>
<tr>
<th>Year</th>
<th>MEUR</th>
<th>Order book</th>
<th>Power Plants</th>
<th>Ship Power</th>
<th>Services</th>
</tr>
</thead>
<tbody>
<tr>
<td>2004</td>
<td>2280</td>
<td>5460</td>
<td></td>
<td>55%</td>
<td></td>
</tr>
<tr>
<td>2005</td>
<td>3000</td>
<td>31%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2006</td>
<td>5000</td>
<td>27%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>30.6.2007</td>
<td>7479</td>
<td>37%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>30.6.2008</td>
<td></td>
<td></td>
<td>55%</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
Order book distribution

- Delivery current year
- Delivery next year +
Delivered engine megawatts from own factories

- Ship Power
- Power Plants
- Full-year estimate
Net sales growing according to plan

Second quarter development

Net sales growing according to plan

MEUR

2004 2005 2006 2007 1-6/2008

MEUR

Q2/2007 Q2/2008

Net sales growing according to plan

© Wärtsilä
Services brings stability to new equipment sales

Net sales by business 1-6/2008

- Ship Power: 31% (36)
- Power Plants: 23% (17)
- Services: 45% (47)
Strong operating profit in the second quarter

Ship Power market - vessel order development

Source data: Clarkson Research Services
Ship Power market - merchant vessel order development

Source data: Clarkson Research Services
Wärtsilä's own calculation is based on Marine Market Database. Market shares based on installed power, numbers in brackets are from the end of the previous quarter.
Ship Power quarterly order intake
Good order intake for Q2/08

MEUR

Q1 Q2 Q3 Q4

2003 2004 2005 2006 2007 2008
Ship Power order intake 1-6/2008
Merchant segment still dominant

Merchant 50%
Offshore 25%
Cruise & Ferry 11%
Special vessels 10%
Navy 4%

Merchant segment still dominant
Merchant segment order distribution

- Merchant: 50%
- Bulkers: 12%
- RoRo: 6%
- Cargo: 13%
- Container: 8%
- Tankers: 10%

Chart showing order distribution from 2004 to 1-6/2008.
Power Plants quarterly order intake
High ordering activity continued


*) 2004 Iraq-orders
Power Plants order intake

- Industrial self-generation: 19%
- Flexible baseload: 52%
- Grid stability & peaking: 27%
- Renewable: 4%
- Oil & gas: 3%
- Gas: 43%
- Oil: 52%

MEUR

- 2004: 0
- 2005: 0
- 2006: 0
- 2007: 0
- 1-6/2008: 0
Several important orders received

• Third order from the A-3 energy auction conducted in Brazil in 2007
• Tri-fuel power plant order to Togo
• First order in the world for Combined Heat and Power plant running on jatropha
Power Plants - order intake by region

Order intake 1-6/2008: 1,980 MW (1,087)

Europe 303 (411)
- Flexible baseload: 258
- Industrial self-generation: 45
- Africa and Middle East 520 (331)
- Flexible baseload: 319
- Industrial self-generation: 50
- Americas 986 (151)
- Flexible baseload: 408
- Industrial self-generation: 50
- Asia 171 (194)
- Flexible baseload: 126
- Industrial self-generation: 45

Flexible baseload
Industrial self-generation
Oil & gas
Grid stability & peaking

© Wärtsilä
Services Net Sales – 20% organic growth

Second quarter development

Q2/2007: 374 MEUR, Q2/2008: 454 MEUR, growth: 21%
Added capabilities support growth

Wärtsilä Services becomes the most valued business partner…

- Engine Services
- Automation Services
- Propulsion Services
- Operations & Management
- Reconditioning Services
- Training Services
- Ship Services
- Boiler Services

… by understanding Customers’ needs and assembling the appropriate solution to solve them.
Expansion of the global Services network continued

- 70 countries
- > 160 locations
- > 10 300 people
- ~ 6 000 field service forces
Acquisitions in 2008

- Maritime Service AS in Norway - ship service, mechanical and reconditioning services
- International Combustion Engineering A/S in Denmark and UAE - project engineering, service and repair of steam boilers and ancillary burner systems
- Christophel Mess- und Regeltechnik GmbH in Germany - design, delivery and service of automation systems
- Agreement signed to acquire Vik-Sandvik in Norway - design and engineering services to ship owners and yards
**Strong cash flow continued**

<table>
<thead>
<tr>
<th></th>
<th>MEUR 1-6/08</th>
<th>MEUR 1-6/07</th>
<th>MEUR 2007</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash flow from operating activities</td>
<td>207</td>
<td>129</td>
<td>431</td>
</tr>
<tr>
<td>Cash flow from investing activities</td>
<td>-75</td>
<td>-99</td>
<td>-214</td>
</tr>
<tr>
<td>Cash flow from financing activities</td>
<td>-266</td>
<td>-76</td>
<td>-95</td>
</tr>
<tr>
<td>Liquid funds at the end of period</td>
<td>156</td>
<td>133</td>
<td>296</td>
</tr>
</tbody>
</table>
Financial position

Solvency

Gearing

Convertible subordinated debentures treated as equity
Market outlook remains favourable

- Ship Power; in Q3 ordering activity expected to continue at Q2 good level, slowdown foreseen Q4. Shorter visibility overall
- Power Plants; market situation remains good, continued high ordering activity expected in all segments for the remaining part of the year
- Stable growth in Services continues
Based on the strong order book, Wärtsilä’s net sales are expected to grow by about 25% in 2008.

Wärtsilä’s profitability varies considerably from one quarter to another.

Full-year profitability will exceed 11%.