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PROPOSAL BY THE BOARD OF DIRECTORS OF BILLERUD AB FOR A DECISION REGARDING AUTHORISATION FOR THE BOARD OF DIRECTORS TO RESOLVE ON COMMISSION FREE SHARE SALES (ITEM 19 ON THE AGENDA)

For historical reasons, Billerud has many shareholders who own only a few shares. To facilitate changes in shareholdings for shareholders who only own a smaller lot of shares, the Billerud Board has discussed the possibility of offering sales of shares via a simplified procedure and without cost for shareholders. In order to achieve a suitable ownership structure and improve liquidity in the trading of Billerud's shares, the Board proposes that the Annual General Meeting approve the authorisation of the Board to resolve on offering Billerud's shareholders holding fewer than 200 shares the opportunity to sell their Billerud shares free of commission. The cost for the sales are intended to be borne by the company. A scheme providing commission-free sales is considered to have a cost-saving effect over time and lead to a more efficient and rationalized administration of the company. The Board proposes that it be authorized to resolve on the period when the offer shall be valid (although before the 2012 Annual General Meeting) and other detailed terms of the offer.

Billerud AB (publ)
Board of Directors
March 2011