

Benefon Oyj's prospectus that is going to be published at 20:00 today on Wednesday, January 18, 2006 contains certain essential information that has not been published before. This bulletin contains a summary of such information. Additional information on these issues can be found in respective sections of the prospectus.

The essential previously non-disclosed information contained in the prospectus is as follows:

1. The cash flow account in the interim report of the Company on 10.11.2005 has been replaced with the following updated account dated on 18.1.2006:

“REPORT ON SUFFICIENT LIQUIDITY IN PERIOD 10/2005-12/2006

Cashflow account from period 10/2005-12/2006 million euros.

Operating result before extraordinary items (adjusted)	7.0
Depreciations (mainly of R&D- capitalization)	2.3
Increase of current receivables	-8.3
Increase of inventories	-4,7
Increase of non-interest bearing debt	2.6
Paid interests	-0.7
Investments (mainly R&D- capitalization)	-9.4
Share subscriptions paid in cash	9.9
Raised convertible bond loan	0.5
Change of cash at hand and in the banks	-0.8

The information in the above account is based on the Company's result projection for year 2006 published on 12.1.2006 and it assumes the realization of the prepared share issue at the level of about 13,5 Meuros, which subscription commitments the Company has received from underwriters. Of subscription commitments, about 9,5 Meuros is paid in cash due to be paid on the account opened by the issue manager by the second day of the offering period or by estimated 20.1.2006. The remaining about 4 Meuros is paid in set off with receivables from the Company.

In addition, in December 2005 there was a share subscription with option rights from option series Benefon 2004A, totalling about 0,4 Meuros. In addition, in November 2005, the Company raised a

convertible bond loan Benefon 2005A with a total capital of 0.5 Meuros.

The figures have not been audited.

Should the future development deviate from current information or estimates, it may significantly affect the construed cashflow account.

2. The Company has received a request to convert the bonds of convertible bond loan Benefon 2005A into shares

Based on the authorisation given by the annual general meeting of the Company of 26.5.2005 the Board decided on 8.11.2005 about a convertible bond loan Benefon 2005A of a total maximum of 500,000 euros subscribed by MMA Limited and Biggles Limited, both of whom participated the loan with 250,000 euros.

The loan carries no interest and shall be paid back on 31.12.2007, unless converted into the shares of the Company before it. The issued transferable bonds shall entitle the carriers to convert their bonds, in their entirety only, into new S-shares of the Company (BNFSV) at the conversion rate of 0.21 euros of un-paid bond capital per share. With the conversions, the share capital of the Company would increase by a maximum total of 23,809.52 euros and the number of shares in the company by a maximum total of 2,380,952. The conversion period shall begin from the registration of the convertible loan at the Trade Register and continue until 31.12.2007. In the event a bond has not been converted into shares by December 15th 2007 by the holder, the Company has the option to convert the un-paid principal capital of such bond into the shares of the Company at the same conversion rate of 0.21 euros per share.

The Company has received from lenders a request to convert all bonds of this loan into shares, and the share conversion process is beginning.

3. The Company has received a request to convert some bonds of the convertible bond loan Benefon 2004A into shares

The extraordinary general meeting of the Company convened on 26.2.2004 decided about a convertible bond loan on equity terms Benefon 2004A for the amount of 1,130,440.73 euros which was subscribed by a total of eight investors in the investor group led by Octagon Solutions Ltd. and a total of six private investors being part of the management of the Company or customers of the Company. The convertible bond loan may be converted in the period 1.6.2004-31.12.2008 into a total maximum of 113,044,073 new S-shares BNFSV of the Company with a book parity value of 0.01 euros. The conversion takes place by sending to the Board of the Company within the conversion period a request for conversion and submitting to the Company the corresponding convertible bond.

Of the convertible bond loan Benefon 2004A, until now, an amount of 4,239.19 euros has been

converted into a total of 423,919 new S-shares of the Company. The remaining loan totalling 1,100,766.37 euros may be converted until 31.12.2008 into a total maximum of 110,076,637 new S-shares of the Company.

The Company has received requests to convert some bonds of this loan into shares for about 1.6 million shares, and the share conversion process is beginning.

According to information at the Company, more conversion requests are on their way so that the requests to convert bonds of convertible bond loan 2004A are expected to total 2.543.517 shares.

4. Option rights promised to the CEO of the Company

The CEO of the Company Jonathan Bate has been conditionally promised 2.500.000 option rights from option series Benefon 2004A. In the said options that have not yet been given, is attached a lock-up restriction valid for 12 months from the reception of the options.

BENEFON OYJ

Jonathan Bate
CEO

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