

## JANUARY 1–MARCH 31, 2014 (compared with same period a year ago)

- Net sales rose 4% (9% excluding divestments) to SEK 24,234m (23,332)
- Operating profit, excluding items affecting comparability, rose 14% (18% excluding exchange rate effects and divestments) to SEK 2,630m (2,315)
- Profit before tax, excluding items affecting comparability, rose 15% (19% excluding exchange rate effects and divestments) to SEK 2,342m (2,036)
- Items affecting comparability totaled SEK -247m (-418)
- Earnings per share were SEK 2.12 (1.59)
- Cash flow from current operations was SEK 667m (1,385)
- Recalculations have been made for previous periods on account of new and amended IFRSs and rules governing consolidated financial statements and joint arrangements (see note 6)

### Earnings trend

SEK m	1403	1303	%
<b>Net sales</b>	<b>24,234</b>	23,332	4
<b>Gross profit</b>	<b>6,126</b>	5,626	9
<b>Operating profit<sup>1,2</sup></b>	<b>2,630</b>	2,315	14
Financial items	-288	-279	
<b>Profit before tax<sup>1,2</sup></b>	<b>2,342</b>	2,036	15
Tax <sup>1</sup>	-614	-526	
<b>Net profit for the period<sup>1</sup></b>	<b>1,728</b>	1,510	14
Earnings per share, SEK	<b>2.12</b>	1.59	
<sup>1</sup> Excluding items affecting comparability; for amounts see page 11.			
<sup>2</sup> Including gains on forest swaps, before tax.	<b>152</b>	121	

## CEO'S COMMENTS

*The comparison of the first quarter of 2014 with the corresponding period previous year was affected by the divestments of Laakirchen and some Georgia-Pacific units and the acquisition of the majority shareholding in the Chinese company Vinda.*

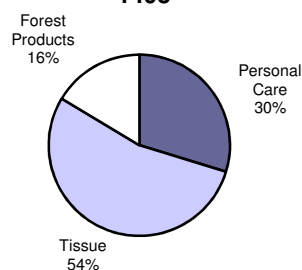
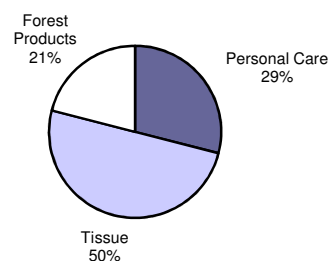
*The efficiency programs in the hygiene and forest products operations are continuing according to plan.*

*Consolidated net sales for the first quarter of 2014, excluding divestments, rose 9% compared with the same period a year ago. The increase is related to the acquisition of the majority shareholding in the Chinese company Vinda, higher volumes and higher prices.*

*In emerging markets, growth, excluding exchange rate effects, remains favorable. The harsh winter in North America had a negative impact on demand and earnings for AfH tissue.*

*Operating profit, excluding items affecting comparability, exchange rate effects and divestments, rose 18%. The acquisition in China, cost savings, higher volumes and higher prices contributed to earnings growth. Operating profit for Personal Care, excluding items affecting comparability and exchange rate, effects decreased by 6% as a result of higher raw material costs, investments in increased marketing activities and negative transaction exchange rate effects associated with weakened currencies in emerging markets. Operating profit for Tissue, excluding items affecting comparability, exchange rate effects and divestments, rose 14% as a result of the acquisition in China, higher volumes, higher prices, cost savings and lower raw material and energy costs. Operating profit for Forest Products, excluding items affecting comparability and the divestment, rose 140% as a result of higher prices, higher volumes, cost savings and lower energy costs.*

*Profit before tax excluding items affecting comparability, exchange rate effects and divestments rose 19%.*

**SHARE OF NET SALES**  
**1403****SHARE OF OPERATING PROFIT**  
**1403****EARNINGS TREND FOR THE GROUP**

SEK m	1403	1303	%
<b>Net sales</b>	<b>24,234</b>	23,332	4
Cost of goods sold	-18,108	-17,706	
<b>Gross profit</b>	<b>6,126</b>	5,626	9
Sales, general and administration	-3,496	-3,311	
<b>Operating profit<sup>1,2</sup></b>	<b>2,630</b>	2,315	14
Financial items	-288	-279	
<b>Profit before tax<sup>1,2</sup></b>	<b>2,342</b>	2,036	15
Tax <sup>1</sup>	-614	-526	
<b>Net profit for the period<sup>1</sup></b>	<b>1,728</b>	1,510	14
<sup>1</sup> Excluding items affecting comparability; for amounts see page 11.			
<sup>2</sup> Including gains on forest swaps, before tax.	<b>152</b>	121	
<b>Earnings per share, SEK owners of the parent</b>			
- after dilution effects	2.12	1.59	
<b>Margins (%)</b>			
<b>Gross margin</b>	<b>25.3</b>	24.1	
<b>Operating margin<sup>1,2</sup></b>	<b>10.9</b>	9.9	
Financial net margin	-1.2	-1.2	
<b>Profit margin<sup>1,2</sup></b>	<b>9.7</b>	8.7	
Tax <sup>1</sup>	-2.5	-2.3	
<b>Net margin<sup>1</sup></b>	<b>7.2</b>	6.4	
<sup>1</sup> Excluding items affecting comparability; for amounts see page 11.			
<sup>2</sup> Including gains on forest swaps, before tax.	<b>152</b>	121	

**OPERATING PROFIT PER BUSINESS AREA**

SEK m	1403	1303	%
Personal Care	822	878	-6
Tissue	1,393	1,266	10
Forest Products <sup>2</sup>	586	257	128
Other	-171	-86	
<b>Total<sup>1,2</sup></b>	<b>2,630</b>	2,315	14
<sup>1</sup> Excluding items affecting comparability; for amounts see page 11.			
<sup>2</sup> Including gains on forest swaps, before tax.	<b>152</b>	121	

**OPERATING CASH FLOW PER BUSINESS AREA**

SEK m	1403	1303	%
Personal Care	329	801	-59
Tissue	1,132	1,124	1
Forest Products	238	296	-20
Other	-267	-263	
<b>Total</b>	<b>1,432</b>	1,958	-27

## GROUP

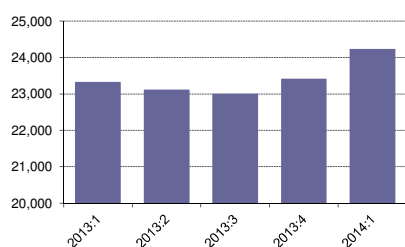
### MARKET/EXTERNAL ENVIRONMENT

Demand for tissue in Europe was relatively stable during the first quarter of 2014 compared with the same period a year ago. The harsh winter in North America had a negative impact on demand for AfH tissue. Demand rose in emerging markets.

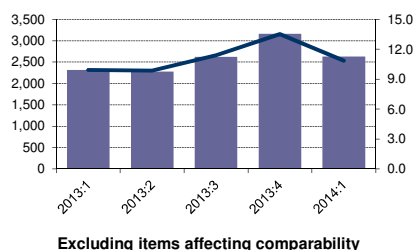
Demand for personal care products in Europe was relatively stable during the first quarter of 2014 compared with the same period a year ago. Demand rose in emerging markets.

Demand for publication paper in Europe decreased during the first quarter of 2014 compared with the same period a year ago. The market for solid wood products improved in Europe during the first quarter of 2014 compared with the same period a year ago.

#### Net sales

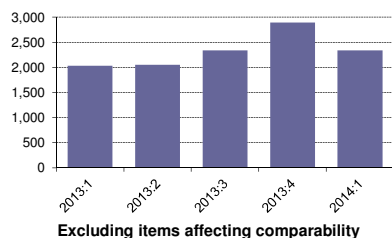


#### Operating profit and margin



Excluding items affecting comparability

#### Profit before tax



Excluding items affecting comparability

### SALES AND EARNINGS

#### January–March 2014 compared with corresponding period a year ago

Net sales rose 4% (9% excluding divestments) to SEK 24,234m (23,332). Higher volumes and higher prices increased sales by 2% and 1%, respectively. The acquisition of the majority shareholding in the Chinese company Vinda increased sales by 6%. Divestments decreased sales by 5%.

Operating profit, excluding items affecting comparability, rose 14% (18% excluding exchange rate effects and divestments) to SEK 2,630m (2,315). The acquisition in China, cost savings, higher volumes and higher prices contributed to the earnings growth. Higher raw material costs and divestments had a negative impact on earnings. The corresponding profit for Personal Care decreased by 6% (6% excluding exchange rate effects). The corresponding profit for Tissue rose 10% (14% excluding exchange rate effects and divestments). For Forest Products, the corresponding profit improved by 128% (140% excluding the divestment).

Items affecting comparability amounted to SEK -247m (-418) and consist of restructuring costs for the previously announced efficiency programs, revaluation effects of valuation of Vinda's product inventory pertaining to the acquisition balance, transaction costs associated with acquisitions and divestments and integration costs for the Georgia-Pacific acquisition.

Cost savings related to the cost-cutting and efficiency program covering all of SCA's hygiene operations, i.e., Personal Care and Tissue, amounted to approximately SEK 490m during the first quarter of 2014, which corresponds to an annual rate of approximately EUR 220m. Total cost savings are expected to amount to EUR 300m upon full effect in 2015. The program is progressing according to plan.

Financial items increased to SEK -288m (-279) as a result of a higher average level of net debt during the period. Profit before tax, excluding items affecting comparability, rose 15% (19% excluding exchange rate effects and divestments) to SEK 2,342m (2,036). The tax expense, excluding items affecting comparability, was SEK 614m (526).

Net profit for the period, excluding items affecting comparability, rose 14% (13% excluding exchange rate effects) to SEK 1,728m (1,510). Earnings per share, including items affecting comparability, were SEK 2.12 (1.59).

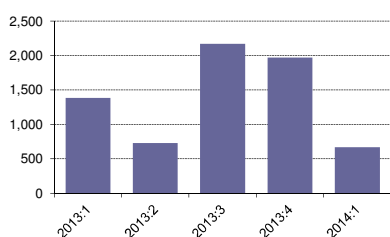
### First quarter 2014 compared with fourth quarter 2013

Net sales rose 3% (4% excluding exchange rate effects) to SEK 24,234m (23,420). The acquisition in China increased sales by 6%. Operating profit, excluding items affecting comparability, decreased by 17% (16% excluding exchange rate effects) to SEK 2,630m (3,163). The lower profit is mainly attributable to lower gains on forest swaps and normal seasonal variations. The seasonal variation this year was intensified by the harsh winter in North America, which had a negative impact on demand for AfH tissue. The acquisition in China increased profit by 2%.

## CASH FLOW AND FINANCING

The operating cash surplus amounted to SEK 3,569m (3,180). The cash flow effect of changes in working capital was SEK -1,141m (-425), mainly due to an increase in trade receivables and slightly larger inventory. Current capital expenditures amounted to SEK -766m (-594). Operating cash flow amounted to SEK 1,432m (1,958).

### Cash flow from current operations



Financial items increased to SEK -288m (-279) as a result of a higher average level of net debt. Tax payments increased to SEK 478m (296). Cash flow from current operations amounted to SEK 667m (1,385). A higher operating cash surplus did not fully compensate for a higher level of tied-up working capital and higher capital expenditures during the period compared with the same period a year ago.

Strategic investments totaled SEK -509m (-391). The net sum of acquisitions and divestments was SEK 88m (24). Payment of dividend to part-owners in subsidiaries affected cash flow by SEK -14m (-16). Net cash flow totaled SEK 232m (1,002).

Net debt has increased by SEK 315m during the period to SEK 34,234m. Excluding pension liabilities, net debt amounted to SEK 31,496m. Net cash flow decreased net debt by SEK 232m. Fair value measurement of pension assets and pension obligations together with fair valuation of financial instruments increased net debt by SEK 712m. Exchange rate movements decreased net debt by SEK 165m. The debt/equity ratio was 0.50 (0.50 at the start of the year). Excluding pension liabilities, the debt/equity ratio was 0.46 (0.47 at the start of the year). The debt payment capacity was 37% (38%).

As per March 31, 2014, SCA had, excluding Vinda, outstanding commercial paper worth SEK 8,089m maturing within 12 months and unutilized credit facilities totaling SEK 18,193m, including SEK 17,874m in long-term facilities. Cash and cash equivalents amounted to SEK 3,582m.

## EQUITY

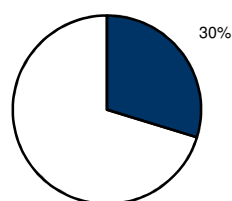
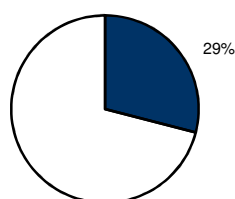
Consolidated equity increased by SEK 660m during the period, to SEK 68,471m. Net profit for the period increased equity by SEK 1,542m. Equity decreased by SEK 14m through payment of dividend to part-owners in subsidiaries. Equity decreased by SEK 582m after tax as a result of restatement of the net pension liability to fair value. Fair value measurement of financial instruments decreased equity by SEK 28m after tax. Exchange rate movements, including the effects of hedges of net investments in foreign assets after tax, decreased equity by SEK 258m.

## TAX

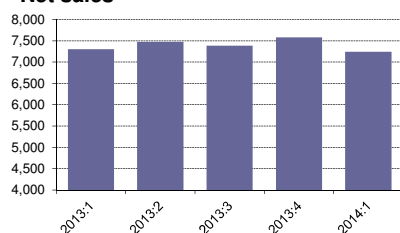
A tax expense of SEK 614m is reported for the period, excluding items affecting comparability, corresponding to a tax rate of 26%. The tax expense, including items affecting comparability, was SEK 553m.

## EVENTS DURING THE YEAR

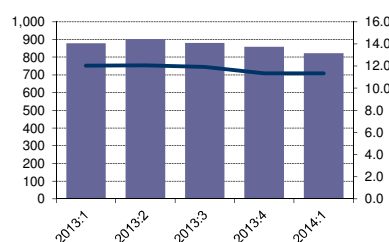
On March 25, 2014, SCA raised – as the first listed Swedish company – SEK 1.5bn through a green bond issue. The proceeds will be used for investments in projects with a positive environmental impact. The bond, which is denominated in Swedish kronor, has a five-year tenor and is issued under the company's EMTN (Euro Medium Term Note) program. The bond has two tranches – a SEK 1bn floating rate note, priced at three-month STIBOR +0.68% annually, and a SEK 500m fixed rate tranche with an annual coupon of 2.50%.

Share of Group, net sales  
1403Share of Group, operating profit  
1403

Net sales



Operating profit and margin



Deviations, operating profit (%)

1403 vs. 1303	Deviation (%)
Price/mix	-3
Volume	8
Raw material	-9
Energy	0
Currency	0
Other	-2

## PERSONAL CARE

SEK m	1403	1303	%
Net sales	7,242	7,301	-1
Operating surplus	1,069	1,126	-5
Operating profit*	822	878	-6
Operating margin, %*	11.4	12.0	
Operating cash flow	329	801	

\*) Excluding restructuring costs, which are reported as items affecting comparability outside of the business area.

### January–March 2014 compared with corresponding period a year ago

Net sales decreased by 1% (increase of 1% excluding exchange rate effects) to SEK 7,242m (7,301). Higher volumes increased sales by 1%. In emerging markets, sales rose 4% excluding exchange rate effects.

During the first quarter of 2014, new innovations and products were launched under the TENA, Libero and Drypers brands.

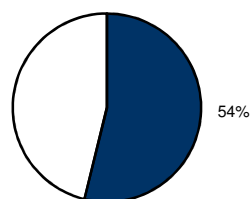
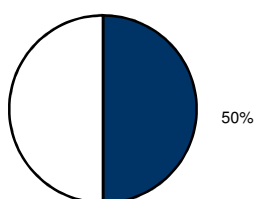
Sales of incontinence products under the global leading TENA brand rose 1%, excluding exchange rate effects, driven mainly by emerging markets. Sales of baby diapers decreased by 3%, excluding exchange rate effects, mainly related to Latin America and Asia. Sales of feminine care products rose 11%, excluding exchange rate effects, mainly attributable to emerging markets.

Operating profit, excluding items affecting comparability, decreased by 6% and amounted to SEK 822m (878). Profit was negatively affected by higher raw material costs and investments in increased marketing activities. Negative transaction exchange rate effects as a result of weakened currencies in emerging markets reduced the operating margin by approximately 1 percentage point. Profit was favorably affected by higher volumes and cost savings. Incontinence products and feminine care products showed improved earnings compared with the preceding year, while profit for baby diapers was lower.

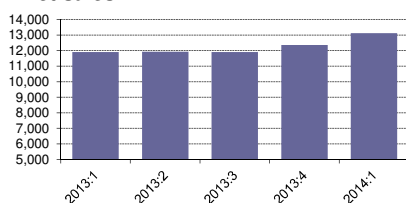
The operating cash surplus amounted to SEK 1,070m (1,128). Operating cash flow decreased to SEK 329m (801) as a result of a higher level of tied-up working capital and increased investments.

### First quarter 2014 compared with fourth quarter 2013

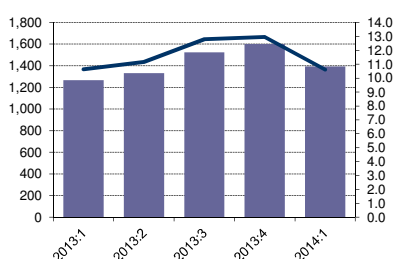
Net sales decreased by 4% (2% excluding exchange rate effects) to SEK 7,242m (7,578). Operating profit, excluding items affecting comparability, decreased by 4% (3% excluding exchange rate effects) as a result of normal seasonal variations for incontinence products. Profit was favorably affected by cost savings. Baby diapers showed an improved profit.

Share of Group, net sales  
1403Share of Group, operating profit  
1403

Net sales



Operating profit and margin



Deviations, operating profit (%)

1403 vs. 1303 10

Price/mix	1
Volume	2
Raw material	1
Energy	1
Currency	2
Other	3

## TISSUE

SEK m	1403	1303	%
Net sales	13,116	11,899	10
Operating surplus	2,143	1,895	13
Operating profit*	1,393	1,266	10
Operating margin, %*	10.6	10.6	
Operating cash flow	1,132	1,124	

\*) Excluding restructuring costs, which are reported as items affecting comparability outside of the business area.

Cost savings related to the acquisition of Georgia-Pacific's European tissue operations amounted to SEK 136m during the first quarter of 2014, corresponding to an annual rate of approximately EUR 60m. Total cost savings are expected to be EUR 125m upon full effect in 2016. The program is progressing according to plan.

### January–March 2014 compared with corresponding period a year ago

Net sales rose 10% (12% excluding exchange rate effects and divestments) to SEK 13,116m (11,899). The harsh winter in North America had a negative impact on sales of AfH tissue. The acquisition of the majority shareholding in the Chinese company Vinda increased sales by 12%, while divestments lowered sales by 4%. Sales in emerging markets rose 73%, excluding exchange rate effects. The acquisition in China increased sales in emerging markets by 64%.

During the first quarter of 2014, new innovations and products were launched under the Tork, Tempo, Plenty and Zewa brands.

Sales of consumer tissue rose 17%, excluding exchange rate effects and divestments, mainly related to the acquisition in China.

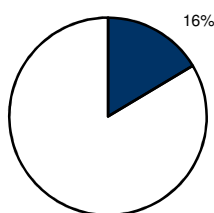
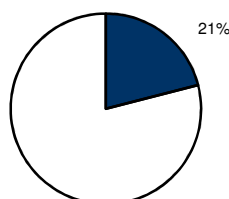
Sales of AfH tissue rose 7%, excluding exchange rate effects, mainly related to the acquisition in China.

Operating profit, excluding items affecting comparability, rose 10% (14% excluding exchange rate effects and divestments) to SEK 1,393m (1,266). The acquisition in China, higher volumes, higher prices, cost savings and lower raw material and energy costs contributed to the earnings growth. The harsh winter in North America had a negative impact on sales. The acquisition in China increased profit by 7%. Divestments in Europe had a negative impact on profit, by 6%.

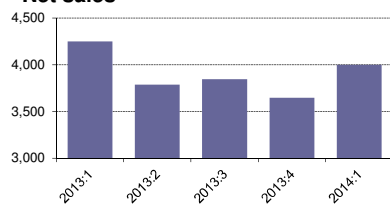
The operating cash surplus increased to SEK 2,140m (1,885). Operating cash flow increased to SEK 1,132m (1,124). The higher operating cash surplus compensated for higher capital expenditures.

### First quarter 2014 compared with fourth quarter 2013

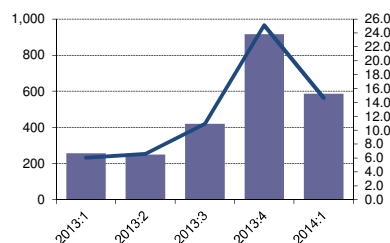
Net sales rose 6% (7% excluding exchange rate effects) to SEK 13,116m (12,357). The acquisition in China increased sales by 12%. Operating profit, excluding items affecting comparability, decreased by 13% (12% excluding exchange rate effects). The lower profit is mainly attributable to normal seasonal variations, which were intensified this year by the harsh winter in North America. Cost savings had a favorable impact on profit. The acquisition in China increased profit by 4%.

Share of Group, net sales  
1403Share of Group, operating profit  
1403

Net sales



Operating profit and margin



Deviations, operating profit (%)

1403 vs. 1303 128

Price/mix*	111
Volume	6
Raw material	1
Energy	9
Currency	0
Other	1

The price/mix include exchange rate effects of approximately 33% (SEK 85m).

## FOREST PRODUCTS

SEK m	1403	1303	%
Deliveries			
- Publication papers, thousand tonnes*	216	356	-39
- Solid-wood products, thousand m <sup>3</sup>	537	521	3
- Kraftliner products, thousand tonnes	207	188	10
- Pulp products, thousand tonnes	132	129	2
Net sales	3,999	4,248	-6
Operating surplus	883	612	44
Operating profit**	586	257	128
Operating margin, %**	14.7	6.0	
Operating cash flow	238	296	

\*) Adjusted for the divestment of Laakirchen, deliveries increased by 1%.

\*\*) Excluding restructuring costs, which are reported as items affecting comparability outside of the business area.

The ongoing efficiency program led to an earnings improvement of SEK 245m during the first quarter of 2014, corresponding to an annual rate of approximately SEK 980m. The total earnings improvement is expected to amount to SEK 1.3bn upon full effect in 2015. The program is progressing according to plan.

During the second quarter of 2014, maintenance stops will be carried out at three production plants, which is expected to have a negative earnings impact of approximately SEK 80m.

### January–March 2014 compared with corresponding period a year ago

Net sales decreased by 6% (increase of 11% excluding the divestment) to SEK 3,999m (4,248). Higher prices and higher volumes increased sales by 7% and 4%, respectively. The divestment of the publication paper mill in Laakirchen decreased sales by 17%.

Publication paper showed higher volumes and higher prices. Sales of kraftliner, solid-wood products and pulp increased as a result of higher volumes and higher prices.

Operating profit, excluding items affecting comparability, rose 128% (140% excluding the divestment) to SEK 586m (257). Higher prices, higher volumes, cost savings and lower energy costs contributed to the earnings increase. The divestment of the publication paper mill in Laakirchen had a negative impact on earnings, by 12%. Profit also includes gains on forest swaps, totaling SEK 152m (121).

The operating cash surplus was SEK 521m (274) and operating cash flow totaled SEK 238m (296).

### First quarter 2014 compared with fourth quarter 2013

Net sales rose 10% to SEK 3,999m (3,646). Operating profit, excluding items affecting comparability, decreased by 36%. The lower profit is mainly due to lower gains on forest swaps, but also by higher logging costs associated with storm felling.

## SHARE DISTRIBUTION

March 31, 2014	Class A	Class B	Total
Registered number of shares	87,417,535	617,692,559	705,110,094
- of which treasury shares		2,767,605	2,767,605

At the end of the reporting period the proportion of Class A shares was 12.4%. During the first quarter, no Class A shares were converted to Class B shares. The total number of votes in the company is 1,491,867,909.

## FUTURE REPORTS

In 2014, quarterly reports will be published on July 18 and October 29. The year-end report for 2014 will be published on January 30, 2015.

## INVITATION TO PRESS CONFERENCE ON Q1 INTERIM REPORT 2014

Media and analysts are invited to a press conference, where this interim report will be presented by Jan Johansson, President and CEO of SCA.

Time: 10:00 CET, Tuesday, April 29, 2014

Location: SCA's headquarters, Waterfront Building, Klarabergsviadukten 63, Stockholm, Sweden.

The presentation will be webcast at [www.sca.com](http://www.sca.com). To participate, call: +44 (0)20 7162 0077, +1 (334) 323-6201 or + 46 (0)8 5052 0110.

Stockholm, April 29, 2014

SVENSKA CELLULOSA AKTIEBOLAG SCA (publ)

Jan Johansson  
President and CEO

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### NB

SCA discloses the information provided herein pursuant to the Securities Markets Act. This report has been prepared in both Swedish and English versions. In case of variations in the content between the two versions, the Swedish version shall govern. Submitted for publication on April 29, 2014, at 8.00 CET. This report has not been reviewed by the company's auditors.



**OPERATING CASH FLOW ANALYSIS**

SEK m	<b>1403</b>	1303
Operating cash surplus	3,569	3,180
Change in working capital	-1,141	-425
Current capital expenditures, net	-766	-594
Restructuring costs, etc.	-230	-203
<b>Operating cash flow</b>	<b>1,432</b>	1,958
Financial items	-288	-279
Income taxes paid	-478	-296
Other	1	2
<b>Cash flow from current operations</b>	<b>667</b>	1,385
Acquisitions	88	21
Strategic capital expenditures, fixed assets	-509	-391
Divestments	0	3
<b>Cash flow before dividend</b>	<b>246</b>	1,018
Dividend	-14	-16
<b>Net cash flow</b>	<b>232</b>	1,002
<b>Net debt at the start of the period</b>	<b>-33,919</b>	-33,063
Net cash flow	232	1,002
Remeasurement to equity	-712	935
Currency effects	165	305
Effect of reclassification of operating liability to net debt	0	-186
<b>Net debt at the end of the period</b>	<b>-34,234</b>	-31,007
<b>Debt/equity ratio</b>	<b>0.50</b>	0.50
<b>Debt payment capacity, %</b>	<b>37</b>	38

**CASH FLOW STATEMENT**

SEK m	1403	1303
<b>Operating activities</b>		
Profit before tax	2,095	1,618
Adjustment for non-cash items <sup>1</sup>	919	1,053
	3,014	2,671
Paid tax	-478	-296
<b>Cash flow from operating activities before changes in working capital</b>	<b>2,536</b>	<b>2,375</b>
<b>Cash flow from changes in working capital</b>		
Change in inventories	-255	231
Change in operating receivables	-902	-820
Change in operating liabilities	16	164
<b>Cash flow from operating activities</b>	<b>1,395</b>	<b>1,950</b>
<b>Investing activities</b>		
Acquisition of operations	-106	21
Sold operations	0	-10
Acquisition tangible and intangible assets	-1,311	-1,195
Sale of tangible assets	36	210
Payment of loans to external parties	-35	0
Repayment of loans from external parties	0	56
<b>Cash flow from investing activities</b>	<b>-1,416</b>	<b>-918</b>
<b>Financing activities</b>		
Amortization of debt	-136	-653
Dividends paid	-14	-16
<b>Cash flow from financing activities</b>	<b>-150</b>	<b>-669</b>
<b>Cash flow for the period</b>	<b>-171</b>	<b>363</b>
Cash and cash equivalents at the beginning of the year	3,785	2,118
Exchange rate differences in cash and cash equivalents	-32	-40
<b>Cash and cash equivalents at the end of the period</b>	<b>3,582</b>	<b>2,441</b>
Cash flow from operating activities per share, SEK	1.98	2.77
<b>Reconciliation with operating cash flow analysis</b>		
<b>Cash flow for the period</b>	<b>-171</b>	<b>363</b>
<b>Deducted items:</b>		
Payment of loans to external parties	35	0
Repayment of loans from external parties	0	-56
Amortization of debt	136	653
<b>Added items:</b>		
Net debt in acquired and divested operations	194	13
Accrued interest	38	29
<b>Net cash flow according to operating cash flow analysis</b>	<b>232</b>	<b>1,002</b>
<sup>1</sup> Depreciation and impairment, fixed assets	1,305	1,412
Fair-value measurement/net growth of forest assets	-209	-247
Gains sale/swap of assets	-161	-133
Unpaid related to efficiency programs	0	158
Payments related to efficiency programs, already recognized	-99	-159
Other	83	22
<i>Total</i>	<i>919</i>	<i>1,053</i>

**STATEMENT OF PROFIT OR LOSS**

SEK m	2014:1	2013:1	2013:4	1403	1303
<b>Net sales</b>	<b>24,234</b>	23,332	23,420	<b>24,234</b>	23,332
Cost of goods sold <sup>1</sup>	-18,108	-17,706	-17,512	-18,108	-17,706
<b>Gross profit</b>	<b>6,126</b>	5,626	5,908	<b>6,126</b>	5,626
Sales, general and administration <sup>1</sup>	-3,487	-3,327	-2,831	-3,487	-3,327
Items affecting comparability <sup>2</sup>	-247	-418	-215	-247	-418
Profits from joint ventures and associates	-9	16	86	-9	16
<b>Operating profit</b>	<b>2,383</b>	1,897	2,948	<b>2,383</b>	1,897
Financial items	-288	-279	-272	-288	-279
<b>Profit before tax</b>	<b>2,095</b>	1,618	2,676	<b>2,095</b>	1,618
Tax	-553	-414	-763	-553	-414
<b>Net profit for the period</b>	<b>1,542</b>	1,204	1,913	<b>1,542</b>	1,204
<b>Earnings attributable to:</b>					
Owners of the parent	1,492	1,119	1,836	1,492	1,119
Non-controlling interests	50	85	77	50	85
<b>Earnings per share, SEK - owners of the parent total operations</b>					
- before dilution effects	2.12	1.59	2.61	2.12	1.59
- after dilution effects	2.12	1.59	2.61	2.12	1.59
<b>Calculation of earnings per share</b>	<b>2014:1</b>	2013:1	2013:4	<b>1403</b>	1303
Earnings attributable to owners of the parent	1,492	1,119	1,836	1,492	1,119
Average no. of shares before dilution, millions	702.3	702.3	702.3	702.3	702.3
Average no. of shares after dilution, millions	702.3	702.3	702.3	702.3	702.3
<sup>1</sup> Of which, depreciation	-1,300	-1,260	-1,277	-1,300	-1,260
<sup>2</sup> Distribution of items affecting comparability					
Distribution of restructuring costs, etc. per function					
Cost of goods sold	-119	-88	-75	-174	-88
Sales, general and administration	-123	-178	-92	-68	-178
Impairment, etc.	-5	-152	-48	-5	-152
Total items affecting comparability	-247	-418	-215	-247	-418
<b>Gross margin</b>	<b>25.3</b>	24.1	25.2	<b>25.3</b>	24.1
Operating margin	9.8	8.1	12.6	9.8	8.1
Financial net margin	-1.2	-1.2	-1.2	-1.2	-1.2
<b>Profit margin</b>	<b>8.6</b>	6.9	11.4	<b>8.6</b>	6.9
Tax	-2.3	-1.8	-3.3	-2.3	-1.8
<b>Net margin</b>	<b>6.3</b>	5.1	8.1	<b>6.3</b>	5.1
<b>Excluding items affecting comparability:</b>	<b>2014:1</b>	2013:1	2013:4	<b>1403</b>	1303
<b>Gross margin</b>	<b>25.3</b>	24.1	25.2	<b>25.3</b>	24.1
Operating margin	10.9	9.9	13.5	10.9	9.9
Financial net margin	-1.2	-1.2	-1.2	-1.2	-1.2
<b>Profit margin</b>	<b>9.7</b>	8.7	12.3	<b>9.7</b>	8.7
Tax	-2.5	-2.3	-4.0	-2.5	-2.3
<b>Net margin</b>	<b>7.2</b>	6.4	8.3	<b>7.2</b>	6.4

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

SEK m	2014:1	2013:1	2013:4	1403	1303
<b>Profit for the period</b>	<b>1,542</b>	1,204	1,913	<b>1,542</b>	1,204
<b>Other comprehensive income for the period</b>					
<b>Items never reclassified subsequently to profit or loss</b>					
Actuarial gains/losses on defined benefit pension plans	-762	787	719	-762	787
Income tax relating to components of other comprehensive income	180	-210	-179	180	-210
	-582	577	540	-582	577
<b>Items that may be reclassified subsequently to profit or loss</b>					
Available-for-sale financial assets	50	148	75	50	148
Cash flow hedges	-102	134	-57	-102	134
Exchange differences on translating foreign operations	-306	-1,452	1,341	-306	-1,452
Gains/losses from hedges of net investments in foreign operations	62	591	-440	62	591
Income tax relating to components of other comprehensive income	11	-414	123	11	-414
	-285	-993	1,042	-285	-993
<b>Other comprehensive income for the period, net of tax</b>	<b>-867</b>	-416	1,582	<b>-867</b>	-416
<b>Total comprehensive income for the period</b>	<b>675</b>	788	3,495	<b>675</b>	788
<b>Total comprehensive income attributable to:</b>					
Owners of the parent	517	757	3,373	517	757
Non-controlling interests	158	31	122	158	31

## CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

SEK m	1403	1303
<b>Attributable to owners of the parent</b>		
Opening balance, January 1	63,271	59,706
Total comprehensive income for the period	517	757
Dividend	0	0
Acquisition of non-controlling interests	0	0
Revaluation effect of non-controlling interests	-1	-1
<b>Closing balance</b>	<b>63,787</b>	60,462
<b>Non-controlling interests</b>		
Opening balance, January 1	4,540	1,993
Total comprehensive income for the period	158	31
Dividend	-14	-15
Acquisition of non-controlling interests	0	0
<b>Closing balance</b>	<b>4,684</b>	2,009
<b>Total equity, closing balance</b>	<b>68,471</b>	62,471

**CONSOLIDATED BALANCE SHEET**

SEK m	Note	March 31, 2014	December 31, 2013
<b>Assets</b>			
Goodwill		13,574	13,785
Other intangible assets		8,308	8,136
Tangible assets		81,529	81,544
Shares and participations		1,077	1,072
Non-current financial assets	4	3,097	3,190
Other non-current receivables	4	1,718	1,819
<b>Total non-current assets</b>		<b>109,303</b>	109,546
Operating receivables and inventories	4	32,096	31,077
Current financial assets	4	447	536
Non-current assets held for sale		32	32
Cash and cash equivalents		3,582	3,785
<b>Total current assets</b>		<b>36,157</b>	35,430
<b>Total assets</b>		<b>145,460</b>	144,976
<b>Equity</b>			
Owners of the parent		63,787	63,271
Non-controlling interests		4,684	4,540
<b>Total equity</b>		<b>68,471</b>	67,811
<b>Liabilities</b>			
Provisions for pensions		3,105	2,548
Other provisions		10,342	10,531
Non-current financial liabilities	4	26,985	28,703
Other non-current liabilities	4	629	593
<b>Total non-current liabilities</b>		<b>41,061</b>	42,375
Current financial liabilities	4	11,140	10,009
Other current liabilities	4	24,788	24,781
<b>Total current liabilities</b>		<b>35,928</b>	34,790
<b>Total liabilities</b>		<b>76,989</b>	77,165
<b>Total equity and liabilities</b>		<b>145,460</b>	144,976
<i>Committed credit lines amount to SEK 18 193m of which unutilized SEK 18 193m.</i>			
Debt/equity ratio		0.50	0.50
Visible equity/assets ratio		44%	44%
Return on capital employed		9%	10%
Return on equity		9%	9%
<b>Excluding items affecting comparability:</b>			
Return on capital employed		10%	11%
Return on equity		9%	11%
Equity per share, SEK		97	96
Capital employed		102,705	101,730
- of which working capital		8,280	7,740
Provisions for restructuring costs are included in the balance sheet as follows:			
- Other provisions*		411	416
- Operating liabilities		1,050	786
*) of which, provision for tax risks		292	292
Net debt		34,234	33,919
Total Equity		68,471	67,811

**NET SALES (business area reporting)**

SEK m	1403	1303	2014:1	2013:4	2013:3	2013:2	2013:1	2012:4
Personal Care	7,242	7,301	7,242	7,578	7,382	7,475	7,301	7,770
Tissue	13,116	11,899	13,116	12,357	11,910	11,930	11,899	12,755
Forest Products	3,999	4,248	3,999	3,646	3,843	3,788	4,248	4,119
Other	21	75	21	-4	-2	26	75	214
Intra-group deliveries	-144	-191	-144	-157	-131	-100	-191	-403
<b>Total net sales</b>	<b>24,234</b>	<b>23,332</b>	<b>24,234</b>	<b>23,420</b>	<b>23,002</b>	<b>23,119</b>	<b>23,332</b>	<b>24,455</b>

**OPERATING PROFIT (business area reporting)**

SEK m	1403	1303	2014:1	2013:4	2013:3	2013:2	2013:1	2012:4
Personal Care	822	878	822	859	880	902	878	966
Tissue	1,393	1,266	1,393	1,601	1,524	1,333	1,266	1,456
Forest Products <sup>3</sup>	586	257	586	916	420	250	257	318
Other	-171	-86	-171	-213	-199	-207	-86	-198
<b>Total operating profit<sup>1</sup></b>	<b>2,630</b>	<b>2,315</b>	<b>2,630</b>	<b>3,163</b>	<b>2,625</b>	<b>2,278</b>	<b>2,315</b>	<b>2,542</b>
Financial items	-288	-279	-288	-272	-283	-227	-279	-310
<b>Profit before tax<sup>1</sup></b>	<b>2,342</b>	<b>2,036</b>	<b>2,342</b>	<b>2,891</b>	<b>2,342</b>	<b>2,051</b>	<b>2,036</b>	<b>2,232</b>
Tax	-614	-526	-614	-933	-656	-524	-526	796
<b>Net profit for the period<sup>2</sup></b>	<b>1,728</b>	<b>1,510</b>	<b>1,728</b>	<b>1,958</b>	<b>1,686</b>	<b>1,527</b>	<b>1,510</b>	<b>3,028</b>
<sup>1</sup> Excluding items affecting comparability before tax amounting to:	-247	-418	-247	-215	-233	-373	-418	-1,173
<sup>2</sup> Excluding items affecting comparability after tax amounting to:	-186	-306	-186	-45	-172	-297	-306	-886
<sup>3</sup> Including gains on forest swaps, before tax	152	121	152	455	7	0	121	24

**OPERATING MARGIN (business area reporting)**

%	1403	1303	2014:1	2013:4	2013:3	2013:2	2013:1	2012:4
Personal Care	11.4	12.0	11.4	11.3	11.9	12.1	12.0	12.4
Tissue	10.6	10.6	10.6	13.0	12.8	11.2	10.6	11.4
Forest Products	14.7	6.0	14.7	25.1	10.9	6.6	6.0	7.7

**STATEMENT OF PROFIT OR LOSS**

SEK m	2014:1	2013:4	2013:3	2013:2	2013:1
<b>Net sales</b>	<b>24,234</b>	<b>23,420</b>	<b>23,002</b>	<b>23,119</b>	<b>23,332</b>
Cost of goods sold	-18,108	-17,512	-17,028	-17,339	-17,706
<b>Gross profit</b>	<b>6,126</b>	<b>5,908</b>	<b>5,974</b>	<b>5,780</b>	<b>5,626</b>
Sales, general and administration	-3,487	-2,831	-3,424	-3,540	-3,327
Items affecting comparability	-247	-215	-233	-373	-418
Profits from joint ventures and associates	-9	86	75	38	16
<b>Operating profit</b>	<b>2,383</b>	<b>2,948</b>	<b>2,392</b>	<b>1,905</b>	<b>1,897</b>
Financial items	-288	-272	-283	-227	-279
<b>Profit before tax</b>	<b>2,095</b>	<b>2,676</b>	<b>2,109</b>	<b>1,678</b>	<b>1,618</b>
Taxes	-553	-763	-595	-448	-414
<b>Net profit for the period</b>	<b>1,542</b>	<b>1,913</b>	<b>1,514</b>	<b>1,230</b>	<b>1,204</b>

**INCOME STATEMENT PARENT COMPANY**

SEK m	1403	1303
Administrative expenses	-165	-169
Other operating income	107	80
Other operating expenses	-55	-53
<b>Operating profit</b>	<b>-113</b>	<b>-142</b>
Financial items	3,993	-486
<b>Profit before tax</b>	<b>3,880</b>	<b>-628</b>
Appropriations and Tax	129	137
<b>Net profit for the period</b>	<b>4,009</b>	<b>-491</b>

**BALANCE SHEET PARENT COMPANY**

SEK m	March 31, 2014	December 31, 2013
Intangible fixed assets	1	1
Tangible fixed assets	7,639	7,644
Financial fixed assets	134,092	129,651
Total fixed assets	141,732	137,296
Total current assets	889	1,895
<b>Total assets</b>	<b>142,621</b>	<b>139,191</b>
Restricted equity	10,996	10,996
Unrestricted equity	46,015	42,006
Total equity	57,011	53,002
Untaxed reserves	197	197
Provisions	1,286	1,280
Non-current liabilities	20,333	21,367
Current liabilities	63,794	63,345
<b>Total equity, provisions and liabilities</b>	<b>142,621</b>	<b>139,191</b>

## NOTES

### 1 ACCOUNTING PRINCIPLES

This interim report has been prepared in accordance with IAS 34 and recommendation RFR 1 of the Swedish Financial Reporting Board (RFR), and with regard to the Parent Company, RFR 2.

Effective January 1, 2014, SCA applies the following new or amended IFRSs

- IFRS 10 Consolidated Accounting
- IFRS 11 Joint Arrangements
- IFRS 12 Disclosures of Interests in Other Entities
- IAS 27 Separate Financial Statements
- IAS 28 Investments in Associates and Joint Ventures
- Amendments to IAS 36: Recoverable Amount Disclosure for Non-Financial Assets
- Amendments to IAS 39: Novation of Derivatives and Continuation of Hedge Accounting

These standards are applied retrospectively, entailing that income statements and balance sheets for 2013 and 2012 have been recalculated to reflect the changes in the new and amended reporting standards. The effects of these recalculations are outlined in note 6. It is mainly IFRS 10 Consolidated Accounting and IFRS 11 Joint Arrangements that have affected the recalculations. Other standards are not judged to have any material impact on the Group's or Parent Company's result of operations or financial position.

In other respects, the accounting principles applied correspond to those described in the 2013 Annual Report.

#### **Recalculation of joint ventures to subsidiaries**

IFRS 10 is based on already existing principles defining control as the decisive factor in determining whether a company is to be included in the consolidated accounts. The definition of control is based on the premise that the owner has the ability to control the company, is entitled to a return and has the power to influence the activities that impact the return. The standard provides further guidance should it not be clear whether there is a controlling influence. In light of the new standard, an analysis of shareholder agreements has been carried out. For some joint ventures, the assessment is that SCA has a controlling influence according to IFRS 10.

#### **Recalculation of joint ventures**

IFRS 11 Joint Arrangements is a new standard for classification of joint arrangements as joint ventures or joint operations. Decisive for the classification is how the rights and obligations are shared by the parties in a joint arrangement. In joint operations, parties to the agreement have rights to the assets and obligations for the liabilities associated with the investment, meaning that the operator must account for its share of the assets, liabilities, revenues and costs according to the proportional method. The parties that have joint control have rights to the net asset of the arrangement. Joint ventures will be accounted for using the equity method.

SCA previously applied the proportional method for most of its joint ventures. For those companies that will continue to be classified as joint ventures, the proportional method will be replaced by the equity method, which entails that assets and liabilities will no longer be recognized on the balance sheet, but rather will be replaced by a net item including the goodwill for each joint venture. The same applies for the income statement, where income and expenses will be replaced by the recognition of the share in profits in the income statement as "Profits from joint ventures and associates". However, joint arrangements classified as joint operations will still be recognized in accordance with the proportional method. For SCA, an analysis of the new standard has shown that most of the joint arrangements not reclassified as subsidiaries (refer to IFRS 10) will be classified as joint ventures and will be restated in accordance with the equity method. A small number of individual arrangements will be classified as joint operations and will continue to be recognized in accordance with the proportional method.

### 2 RISKS AND UNCERTAINTIES

SCA's risk exposure and risk management are described on pages 60–65 of the 2013 Annual Report. No significant changes have taken place that have affected the reported risks.

Risks in conjunction with company acquisitions are analyzed in the due diligence processes that SCA carries out prior to all acquisitions. In cases where acquisitions have been carried out that may affect the assessment of SCA's risk exposure, these are described under the heading "Other events" in interim reports.

#### **Risk management processes**

SCA's board decides on the Group's strategic direction, based on recommendations made by Group management. Responsibility for the long-term, overall management of strategic risks corresponds to the company's delegation structure, from the Board to the CEO and from the CEO to the business unit presidents.



This means that most operational risks are managed by SCA's business units at the local level, but that they are coordinated when considered necessary. The tools used in this coordination consist primarily of the business units' regular reporting and the annual strategy process, where risks and risk management are a part of the process.

SCA's financial risk management is centralized, as is the Group's internal bank for the Group companies' financial transactions and management of the Group's energy risks. Financial risks are managed in accordance with the Group's finance policy, which is adopted by SCA's board and which – together with SCA's energy risk policy – makes up a framework for risk management. Risks are aggregated and followed up on a regular basis to ensure compliance with these guidelines. SCA has also centralized other risk management.

SCA has a staff function for internal audit, which monitors compliance in the organization with the Group's policies.

### 3 RELATED PARTY TRANSACTIONS

No transactions have been carried out between SCA and related parties that had a material impact on the company's financial position and results of operations.

### 4 FINANCIAL INSTRUMENTS

Distribution by level for measurement at fair value, excluding Vinda

SEK m	Carrying amount in the balance sheet	Measured at fair value through profit or loss	Derivatives used for hedge accounting	Available-for-sale financial assets	Financial liabilities measured at amortized cost	Of which fair value by level <sup>1</sup>	
						1	2
<b>March 31, 2014</b>							
Derivatives	1,043	348	695	-	-	-	1,043
Non-current financial assets	1,707	-	-	1,707	-	1,699	8
<b>Total assets</b>	<b>2,750</b>	<b>348</b>	<b>695</b>	<b>1,707</b>	<b>-</b>	<b>1,699</b>	<b>1,051</b>
Derivatives	662	208	454	-	-	-	662
Financial liabilities							
Current financial liabilities	9,741	-	-	-	9,741	-	-
Non-current financial liabilities	25,673	15,702	-	-	9,971	-	15,702
<b>Total liabilities</b>	<b>36,076</b>	<b>15,910</b>	<b>454</b>	<b>-</b>	<b>19,712</b>	<b>19,712</b>	<b>16,364</b>
<b>December 31, 2013</b>							
Derivatives	1,082	273	809	-	-	-	1,082
Non-current financial assets	1,657	-	-	1,657	-	1,649	8
<b>Total assets</b>	<b>2,739</b>	<b>273</b>	<b>809</b>	<b>1,657</b>	<b>-</b>	<b>1,649</b>	<b>1,090</b>
Derivatives	647	186	461	-	-	-	647
Financial liabilities							
Current financial liabilities	9,055	521	-	-	8,534	-	521
Non-current financial liabilities	26,775	15,796	-	-	10,979	-	15,796
<b>Total liabilities</b>	<b>36,477</b>	<b>16,503</b>	<b>461</b>	<b>-</b>	<b>19,513</b>	<b>-</b>	<b>16,964</b>

<sup>1</sup> No financial instruments have been classified to level 3

The fair value of trade receivables, other current and non-current receivables, cash and cash equivalents, trade payables and other current and non-current liabilities is estimated to be equal to their book value. The total fair value of financial liabilities, excluding Vinda, amounts to SEK 36,255m (36,500).

No transfers between level 1 and 2 were made during the period.

The fair value of financial instruments is calculated based on current market quotations on the balance sheet date. The value of derivatives is based on published prices in an active market. The fair value of debt instruments is set using valuation models, such as discounting of future cash flows to quoted market interest rates for the respective durations.

## 5 ACQUISITIONS AND DIVESTMENTS

During the fourth quarter of 2013 SCA acquired additional shares in Vinda. SCA became the majority shareholder with a 51.4% ownership. Vinda is a Chinese tissue company listed on the Hong Kong Stock Exchange. The preliminary purchase price allocation is presented in the 2013 year-end report. Vinda's net sales for the first quarter of 2014 amounted to SEK 1,473m and operating profit amounted to SEK 118m.

## 6 EFFECTS OF RECALCULATIONS OF PREVIOUS PERIODS

This note outlines the effects of recalculations of previous periods' cash flow statements, income statements, balance sheets and the quarterly overview of the business areas and the note on financial instruments.

### Effects of recalculations, operating cash flow analysis, first quarter 2013

SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
Operating cash surplus	3,050	130	3,180
Change in working capital	-391	-34	-425
Current capital expenditures, net	-594	0	-594
Restructuring costs, etc.	-203	0	-203
<b>Operating cash flow</b>	<b>1,862</b>	<b>96</b>	<b>1,958</b>
Financial items	-264	-15	-279
Income taxes paid	-259	-37	-296
Other	2	0	2
<b>Cash flow from current operations</b>	<b>1,341</b>	<b>44</b>	<b>1,385</b>
Acquisitions	21	0	21
Strategic capital expenditures, fixed assets	-387	-4	-391
Divestments	3	0	3
<b>Cash flow before dividend</b>	<b>978</b>	<b>40</b>	<b>1,018</b>
Dividend	-1	-15	-16
<b>Cash flow after dividend</b>	<b>977</b>	<b>25</b>	<b>1,002</b>
Net cash flow from disposal group	0	0	0
<b>Net cash flow</b>	<b>977</b>	<b>25</b>	<b>1,002</b>
<b>Net debt at the start of the period</b>	<b>-32,927</b>	<b>-136</b>	<b>-33,063</b>
Net cash flow	977	25	1,002
Remeasurement to equity	935	0	935
Currency effects	295	10	305
Effect of reclassification of operating liability*	-186	0	-186
<b>Net debt at the end of the period</b>	<b>-30,906</b>	<b>-101</b>	<b>-31,007</b>
<b>Debt/equity ratio</b>	<b>0.51</b>		<b>0.50</b>
<b>Debt payment capacity, %</b>	<b>37</b>		<b>38</b>

\* Provision for payroll tax has been reclassified to net debt under IAS 19.

**Effects of recalculations, cash flow statement, first quarter 2013**

SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
<b>Operating activities</b>			
Profit before tax	1,523	95	1,618
Adjustment for non-cash items <sup>1</sup>	1,035	18	1,053
	2,558	113	2,671
Paid tax	-259	-37	-296
<b>Cash flow from operating activities before changes in working capital</b>	<b>2,299</b>	<b>76</b>	<b>2,375</b>
<b>Cash flow from changes in working capital</b>			
Change in inventories	223	8	231
Change in operating receivables	-790	-30	-820
Change in operating liabilities	176	-12	164
<b>Cash flow from operating activities</b>	<b>1,908</b>	<b>42</b>	<b>1,950</b>
<b>Investing activities</b>			
Acquisition of operations	20	1	21
Sold operations	-10	0	-10
Acquisition tangible and intangible assets	-1,191	-4	-1,195
Sale of tangible assets	210	0	210
Repayment of loans from external parties	66	-10	56
<b>Cash flow from investing activities</b>	<b>-905</b>	<b>-13</b>	<b>-918</b>
<b>Financing activities</b>			
Amortization of debt	-649	-4	-653
Dividends paid	-1	-15	-16
<b>Cash flow from financing activities</b>	<b>-650</b>	<b>-19</b>	<b>-669</b>
<b>Cash flow for the period</b>	<b>353</b>	<b>10</b>	<b>363</b>
Cash and cash equivalents at the beginning of the year	2,017	101	2,118
Exchange rate differences in cash and cash equivalents	-38	-2	-40
<b>Cash and cash equivalents at the end of the period</b>	<b>2,332</b>	<b>109</b>	<b>2,441</b>
Cash flow from operating activities per share, SEK	2.71	0.06	2.77
<b>Reconciliation with operating cash flow analysis</b>			
<b>Cash flow for the period</b>	<b>353</b>	<b>10</b>	<b>363</b>
<b>Deducted items:</b>			
Repayment of loans from external parties	-66	10	-56
Amortization of debt	649	4	653
<b>Added items:</b>			
Net debt in acquired and divested operations	13	0	13
Accrued interest	28	1	29
<b>Net cash flow according to operating cash flow analysis</b>	<b>977</b>	<b>25</b>	<b>1,002</b>
<sup>1</sup> Depreciation and impairment, fixed assets	1,394	18	1,412
Fair-value measurement/net growth of forest assets	-247	0	-247
Gains sale/swap of assets	-133	0	-133
Unpaid related to efficiency programs	158	0	158
Payments related to efficiency programs, already recognized	-159	0	-159
Other	22	0	22
<b>Total</b>	<b>1,035</b>	<b>18</b>	<b>1,053</b>

**Effects of recalculations, statement of profit or loss**

SEK m	2013:1			2013:4		
	Pre-viously reported	Recalculation IFRS10 & IFRS11	After re-calculation	Pre-viously reported	Recalculation IFRS10 & IFRS11	After re-calculation
<b>Net sales</b>	<b>22,386</b>	946	23,332	<b>22,442</b>	978	23,420
Cost of goods sold <sup>1</sup>	-17,073	-633	-17,706	-16,850	-662	-17,512
<b>Gross profit</b>	<b>5,313</b>	<b>313</b>	5,626	<b>5,592</b>	<b>316</b>	5,908
Sales, general and administration <sup>1</sup>	-3,124	-203	-3,327	-2,625	-206	-2,831
Items affecting comparability <sup>2</sup>	-418	0	-418	-227	12	-215
Profits from joint ventures and associates	16	0	16	82	4	86
<b>Operating profit</b>	<b>1,787</b>	<b>110</b>	1,897	<b>2,822</b>	<b>126</b>	2,948
Financial items	-264	-15	-279	-255	-17	-272
<b>Profit before tax</b>	<b>1,523</b>	<b>95</b>	1,618	<b>2,567</b>	<b>109</b>	2,676
Tax	-388	-26	-414	-741	-22	-763
<b>Net profit for the period</b>	<b>1,135</b>	<b>69</b>	1,204	<b>1,826</b>	<b>87</b>	1,913
<b>Earnings attributable to:</b>						
Owners of the parent	1,119	0	1,119	1,836	0	1,836
Non-controlling interests	16	69	85	-10	87	77
<b>Earnings per share, SEK - owners of the parent total operations</b>						
- before dilution effects	1.59		1.59	2.61		2.61
- after dilution effects	1.59		1.59	2.61		2.61
<b>Calculation of earnings per share</b>						
Earnings attributable to owners of the parent	1,119	0	1,119	1,836	0	1,836
Average no. of shares before dilution, millions	702.3		702.3	702.3		702.3
Average no. of shares after dilution, millions	702.3		702.3	702.3		702.3
<sup>1</sup> Of which, depreciation	-1,242	-18	-1,260	-1,258	-19	-1,277
<sup>2</sup> Distribution of items affecting comparability						
Distribution of restructuring costs, etc. per function						
Cost of goods sold	-88	0	-88	-75	0	-75
Sales, general and administration	-178	0	-178	-92	0	-92
Impairment, etc.	-152	0	-152	-60	12	-48
Total items affecting comparability	-418	0	-418	-227	12	-215
<b>Gross margin</b>	<b>23.7</b>	<b>0.4</b>	24.1	<b>24.9</b>	<b>0.3</b>	25.2
Operating margin	8.0	0.1	8.1	12.6	0.0	12.6
Financial net margin	-1.2	0.0	-1.2	-1.1	-0.1	-1.2
<b>Profit margin</b>	<b>6.8</b>	<b>0.1</b>	6.9	<b>11.5</b>	<b>-0.1</b>	11.4
Tax	-1.7	-0.1	-1.8	-3.3	0.0	-3.3
<b>Net margin</b>	<b>5.1</b>	<b>0.0</b>	5.1	<b>8.2</b>	<b>-0.1</b>	8.1
<b>Excluding items affecting comparability:</b>						
<b>Gross margin</b>	<b>23.7</b>	<b>0.4</b>	24.1	<b>24.9</b>	<b>0.3</b>	25.2
Operating margin	9.8	0.1	9.9	13.6	-0.1	13.5
Financial net margin	-1.2	0.0	-1.2	-1.1	-0.1	-1.2
<b>Profit margin</b>	<b>8.6</b>	<b>0.1</b>	8.7	<b>12.5</b>	<b>-0.2</b>	12.3
Tax	-2.2	-0.1	-2.3	-4.1	0.1	-4.0
<b>Net margin</b>	<b>6.4</b>	<b>0.0</b>	6.4	<b>8.4</b>	<b>-0.1</b>	8.3

**Recalculation of consolidated balance sheet, 31 December 2013**

SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
<b>Assets</b>			
Goodwill	13,630	155	13,785
Other intangible assets	8,031	105	8,136
Tangible assets	80,570	974	81,544
Shares and participations	1,310	-238	1,072
Non-current financial assets	3,221	-31	3,190
Other non-current receivables	1,720	99	1,819
<b>Total non-current assets</b>	<b>108,482</b>	<b>1,064</b>	<b>109,546</b>
Operating receivables and inventories	29,882	1,195	31,077
Current financial assets	227	309	536
Non-current assets held for sale	32	0	32
Cash and cash equivalents	3,649	136	3,785
<b>Total current assets</b>	<b>33,790</b>	<b>1,640</b>	<b>35,430</b>
<b>Total assets</b>	<b>142,272</b>	<b>2,704</b>	<b>144,976</b>
<b>Equity</b>			
Owners of the parent	63,271	0	63,271
Non-controlling interests	3,033	1,507	4,540
<b>Total equity</b>	<b>66,304</b>	<b>1,507</b>	<b>67,811</b>
<b>Liabilities</b>			
Provisions for pensions	2,546	2	2,548
Other provisions	10,432	99	10,531
Non-current financial liabilities	28,444	259	28,703
Other non-current liabilities	586	7	593
<b>Total non-current liabilities</b>	<b>42,008</b>	<b>367</b>	<b>42,375</b>
Current financial liabilities	9,828	181	10,009
Other current liabilities	24,132	649	24,781
<b>Total current liabilities</b>	<b>33,960</b>	<b>830</b>	<b>34,790</b>
<b>Total liabilities</b>	<b>75,968</b>	<b>1,197</b>	<b>77,165</b>
<b>Total equity and liabilities</b>	<b>142,272</b>	<b>2,704</b>	<b>144,976</b>
Debt/equity ratio	0.51		0.50
Visible equity/assets ratio	44%		44%
Return on capital employed	9%		10%
Return on equity	9%		9%
<b>Excluding items affecting comparability:</b>			
Return on capital employed	11%		11%
Return on equity	10%		11%
Equity per share, SEK	94	2	96
Capital employed	100,190	1,540	101,730
- of which working capital	7,224	516	7,740
Provisions for restructuring costs are included in the balance sheet as follows:			
- Other provisions*	786	-370	416
- Operating liabilities	414	372	786
*) of which, provision for tax risks	293	-1	292
Net debt	33,886	33	33,919
Total Equity	66,304	1,507	67,811

**Recalculation of consolidated statement of changes in equity**

2013:1			
SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
<b>Profit for the period</b>	<b>1,135</b>	<b>69</b>	<b>1,204</b>
<b>Other comprehensive income for the period</b>			
<b>Items never reclassified subsequently to profit or loss</b>			
Actuarial gains/losses on defined benefit pension plans	787	0	787
Income tax relating to components of other comprehensive income	-210	0	-210
	577	0	577
<b>Items that may be reclassified subsequently to profit or loss</b>			
Available-for-sale financial assets	148	0	148
Cash flow hedges	134	0	134
Exchange differences on translating foreign operations	-1,414	-38	-1,452
Gains/losses from hedges of net investments in foreign operations	591	0	591
Income tax relating to components of other comprehensive income	-414*	0	-414
	-955	-38	-993
<b>Other comprehensive income for the period, net of tax</b>	<b>-378</b>	<b>-38</b>	<b>-416</b>
<b>Total comprehensive income for the period</b>	<b>757</b>	<b>31</b>	<b>788</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the parent	757	0	757
Non-controlling interests	0	31	31
*) Whereof a correction of previous year	-249		-249
<b>2013:4</b>			
SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
<b>Profit for the period</b>	<b>1,826</b>	<b>87</b>	<b>1,913</b>
<b>Other comprehensive income for the period</b>			
<b>Items never reclassified subsequently to profit or loss</b>			
Actuarial gains/losses on defined benefit pension plans	766	-47	719
Income tax relating to components of other comprehensive income	-191	12	-179
	575	-35	540
<b>Items that may be reclassified subsequently to profit or loss</b>			
Available-for-sale financial assets	75	0	75
Cash flow hedges	-57	0	-57
Exchange differences on translating foreign operations	1,355	-14	1,341
Gains/losses from hedges of net investments in foreign operations	-440	0	-440
Income tax relating to components of other comprehensive income	123	0	123
	1,056	-14	1,042
<b>Other comprehensive income for the period, net of tax</b>	<b>1,631</b>	<b>-49</b>	<b>1,582</b>
<b>Total comprehensive income for the period</b>	<b>3,457</b>	<b>38</b>	<b>3,495</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the parent	3,373	0	3,373
Non-controlling interests	84	38	122

**Recalculation of consolidated statement of changes in equity first quarter 2013**

SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
<b>Attributable to owners of the parent</b>			
Opening balance, January 1	59,706	0	59,706
Total comprehensive income for the period	757	0	757
Dividend	0	0	0
Acquisition of non-controlling interests	0	0	0
Revaluation effect of non-controlling interests	-1	0	-1
<b>Closing balance</b>	<b>60,462</b>	<b>0</b>	<b>60,462</b>
<b>Non-controlling interests</b>			
Opening balance, January 1	458	1,535	1,993
Total comprehensive income for the period	0	31	31
Dividend	-1	-14	-15
Acquisition of non-controlling interests	0	0	0
<b>Closing balance</b>	<b>457</b>	<b>1,552</b>	<b>2,009</b>
<b>Total equity, closing balance</b>	<b>60,919</b>	<b>1,552</b>	<b>62,471</b>

**Recalculation of quarterly, statement of profit or loss**

2013:4

SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
<b>Net sales</b>	<b>22,442</b>	<b>978</b>	<b>23,420</b>
Cost of goods sold	-16,850	-662	-17,512
<b>Gross profit</b>	<b>5,592</b>	<b>316</b>	<b>5,908</b>
Sales, general and administration	-2,625	-206	-2,831
Items affecting comparability	-227	12	-215
Profits from joint ventures and associates	82	4	86
<b>Operating profit</b>	<b>2,822</b>	<b>126</b>	<b>2,948</b>
Financial items	-255	-17	-272
<b>Profit before tax</b>	<b>2,567</b>	<b>109</b>	<b>2,676</b>
Taxes	-741	-22	-763
<b>Net profit for the period</b>	<b>1,826</b>	<b>87</b>	<b>1,913</b>

2013:3

SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
<b>Net sales</b>	<b>22,046</b>	<b>956</b>	<b>23,002</b>
Cost of goods sold	-16,383	-645	-17,028
<b>Gross profit</b>	<b>5,663</b>	<b>311</b>	<b>5,974</b>
Sales, general and administration	-3,212	-212	-3,424
Items affecting comparability	-233	0	-233
Profits from joint ventures and associates	73	2	75
<b>Operating profit</b>	<b>2,291</b>	<b>101</b>	<b>2,392</b>
Financial items	-268	-15	-283
<b>Profit before tax</b>	<b>2,023</b>	<b>86</b>	<b>2,109</b>
Taxes	-574	-21	-595
<b>Net profit for the period</b>	<b>1,449</b>	<b>65</b>	<b>1,514</b>

## Recalculation of quarterly, statement of profit or loss

2013:2			
SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
<b>Net sales</b>	<b>22,145</b>	<b>974</b>	<b>23,119</b>
Cost of goods sold	-16,700	-639	-17,339
<b>Gross profit</b>	<b>5,445</b>	<b>335</b>	<b>5,780</b>
Sales, general and administration	-3,324	-216	-3,540
Items affecting comparability	-373	0	-373
Profits from joint ventures and associates	35	3	38
<b>Operating profit</b>	<b>1,783</b>	<b>122</b>	<b>1,905</b>
Financial items	-213	-14	-227
<b>Profit before tax</b>	<b>1,570</b>	<b>108</b>	<b>1,678</b>
Taxes	-416	-32	-448
<b>Net profit for the period</b>	<b>1,154</b>	<b>76</b>	<b>1,230</b>
2013:1			
SEK m	Previously reported	Recalculation IFRS10 & IFRS11	After recalculation
<b>Net sales</b>	<b>22,386</b>	<b>946</b>	<b>23,332</b>
Cost of goods sold	-17,073	-633	-17,706
<b>Gross profit</b>	<b>5,313</b>	<b>313</b>	<b>5,626</b>
Sales, general and administration	-3,124	-203	-3,327
Items affecting comparability	-418	0	-418
Profits from joint ventures and associates	16	0	16
<b>Operating profit</b>	<b>1,787</b>	<b>110</b>	<b>1,897</b>
Financial items	-264	-15	-279
<b>Profit before tax</b>	<b>1,523</b>	<b>95</b>	<b>1,618</b>
Taxes	-388	-26	-414
<b>Net profit for the period</b>	<b>1,135</b>	<b>69</b>	<b>1,204</b>



**Recalculation of note 4, Financial instruments, statement of profit or loss, fourth quarter 2013**  
**Distribution by level at fair value**

SEK m	Carrying amount in the balance sheet	Measured at fair value through profit or loss	Derivatives used for hedge accounting	Available-for-sale financial assets	Financial liabilities measured at amortized cost	Of which fair value by level <sup>1</sup>	
						1	2
<b>Previously reported</b>							
Derivatives	1,077	268	809	-	-	-	1,077
Non-current financial assets	1,657	-	-	1,657	-	1,649	8
<b>Total assets</b>	<b>2,734</b>	<b>268</b>	<b>809</b>	<b>1,657</b>	<b>-</b>	<b>1,649</b>	<b>1,085</b>
Derivatives	647	186	461	-	-	-	647
Financial liabilities							
Current financial liabilities	8,874	521	-	-	8,353	-	521
Non-current financial liabilities	26,516	15,796	-	-	10,720	-	15,796
<b>Total liabilities</b>	<b>36,037</b>	<b>16,503</b>	<b>461</b>	<b>-</b>	<b>19,073</b>	<b>-</b>	<b>16,964</b>

<b>Recalculation IFRS10 &amp; IFRS11</b>							
Derivatives	5	5	-	-	-	-	5
Non-current financial assets	-	-	-	-	-	-	-
<b>Total assets</b>	<b>5</b>	<b>5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>5</b>
Derivatives	-	-	-	-	-	-	-
Financial liabilities							
Current financial liabilities	181	-	-	-	181	-	-
Non-current financial liabilities	259	-	-	-	259	-	-
<b>Total liabilities</b>	<b>440</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>440</b>	<b>-</b>	<b>-</b>

**After recalculation**

Derivatives	1,082	273	809	-	-	-	1,082
Non-current financial assets	1,657	-	-	1,657	-	1,649	8
<b>Total assets</b>	<b>2,739</b>	<b>273</b>	<b>809</b>	<b>1,657</b>	<b>-</b>	<b>1,649</b>	<b>1,090</b>
Derivatives	647	186	461	-	-	-	647
Financial liabilities							
Current financial liabilities	9,055	521	-	-	8,534	-	521
Non-current financial liabilities	26,775	15,796	-	-	10,979	-	15,796
<b>Total liabilities</b>	<b>36,477</b>	<b>16,503</b>	<b>461</b>	<b>-</b>	<b>19,513</b>	<b>-</b>	<b>16,964</b>

<sup>1</sup> No financial instruments have been classified to level 3