

### January–June 2022 compared with January–June 2021

- Net sales amounted to SEK 10,914m (8,982). The increase was mainly attributable to high demand for SCA's products, higher selling prices and increased sales to core markets. Through its own logistics company, SCA has a unique control over logistics from the forest to the customer, which has benefited delivery reliability in a turbulent period.
- EBITDA improved 58% to SEK 5,729m (3,619). The increase was mainly attributable to higher selling prices in all product areas while a high degree of self-sufficiency in wood, energy and logistics enabled good cost control. EBITDA margin increased to 52.5% (40.3).
- Valuation of SCA's forest assets increased to SEK 87.9bn compared to SEK 84.5bn at year-end previous year due to further increased prices on forest assets in Northern Sweden
- Operating profit increased to SEK 4,958m (2,927)
- Operating cash flow strengthened to SEK 3,085m (1,581) and thereby continued to finance ongoing strategic investments
- Earnings per share was SEK 5.50 (3.20)

### April–June 2022 compared with April–June 2021

- Net sales amounted to SEK 5,899m (4,810). The increase was mainly attributable to strong demand for SCA's products, higher selling prices and positive exchange rate effects.
- EBITDA amounted to SEK 3,121m (2,260). The increase was mainly attributable to higher selling prices, which were offset by higher raw material costs. EBITDA margin strengthened to 52.9% (47.0).

### April–June 2022 compared with January–March 2022

- Net sales amounted to SEK 5,899m (5,015). The increase was mainly attributable to higher selling prices and higher delivery volumes.
- EBITDA amounted to SEK 3,121m (2,608). The increase was primarily attributable to higher selling prices in all product areas. EBITDA margin increased to 52.9% (52.0).

## KEY FIGURES

SEKm	Quarter					Jan-Jun 2022		
	2022:2	2021:2	%	2022:1	%	2022	2021	%
Net sales	5,899	4,810	23	5,015	18	10,914	8,982	22
EBITDA	3,121	2,260	38	2,608	20	5,729	3,619	58
<i>EBITDA margin (%)</i>	<i>52.9</i>	<i>47.0</i>		<i>52.0</i>		<i>52.5</i>	<i>40.3</i>	
Operating profit	2,735	1,881	45	2,223	23	4,958	2,927	69
Net Profit	2,180	1,483	47	1,760	24	3,940	2,285	72
<i>Earnings per share SEK</i>	<i>3.05</i>	<i>2.06</i>		<i>2.45</i>		<i>5.50</i>	<i>3.20</i>	
Operating cash flow	1,942	1,106		1,143		3,085	1,581	
Net Debt / EBITDA (LTM)	0.8x	1.4x		1.0x		0.8x	1.4x	

## SUMMARY OF THE SECOND QUARTER OF 2022

Earnings for the second quarter of 2022 were the highest ever. The improvement compared with the preceding quarter and the year-earlier quarter was mainly attributable to strong demand for SCA's products with higher sales to core markets, in particular Scandinavia and Central Europe, and higher selling prices.

Higher inflationary pressure has resulted in increased costs for input goods and logistics services. Good control over SCA's own value chain and a high degree of self-sufficiency in wood and energy largely offset the cost increases resulting from rising inflation. Through its own logistics company, SCA also has unique control over logistics from the forest to the customer, which benefits both delivery reliability and cost control.

The supply of wood raw material to SCA's industries was stable during the quarter. The price of pulpwood increased while the price of saw logs was in line with the preceding quarter.

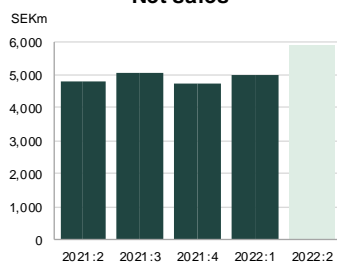
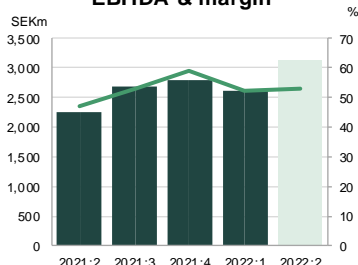
Selling prices for solid-wood products increased compared with the preceding period and delivery volumes were at normal levels. Demand for building materials from private individuals was weaker while demand from new construction was favorable.

Demand in the Pulp segment remained at a good level with higher selling prices and increased delivery volumes compared with the preceding quarter. The CTMP (chemi-thermomechanical pulp) expansion project at the Ortviken site in Sundsvall is progressing on time and on budget.

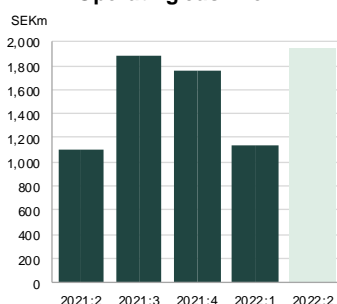
Demand for kraftliner was strong during the period. Average selling prices increased compared with the preceding quarter. A planned maintenance stop was carried out at the Obbola mill in Umeå during the period. Operating trials for the new paper machine will begin this autumn, which is earlier than planned. The earlier-than-scheduled trials create positive conditions for a successful project (see page 5).

### Higher transaction prices for forest assets in northern Sweden

SCA has based its valuation of forest assets on forest transactions carried out in the areas where SCA owns forest. The market value of the forest increased during the first six months of 2022. The average market price used in the valuation of SCA's forest assets was SEK 342/m<sup>3</sup>o at June 30 compared to SEK 324/m<sup>3</sup>o at December 31, 2021 (see Note 3).

**Net sales****EBITDA & margin****Change in net sales (%)**

	2206 vs 2106	2022:2 vs 2021:2	2022:2 vs 2022:1
<b>Total</b>	<b>22</b>	<b>23</b>	<b>18</b>
Price/mix	28	27	14
Volume	-3	-4	3
Currency	2	3	1
Discontinuation	-5	-3	0

**Operating cash flow****GROUP****SALES AND OPERATING PROFIT****January–June 2022 compared with January–June 2021**

Net sales amounted to SEK 10,914m (8,982), an increase of 22%, of which price/mix accounted for 28%, discontinuations for -5%, volume for -3%, and currency for 2%. The increase was attributable to higher selling prices in all product areas, better mix and positive exchange rate effects. The discontinuation of publication paper operations and lower delivery volumes had an adverse impact on sales.

EBITDA increased to SEK 5,729m (3,619), corresponding to an EBITDA margin of 52.5% (40.3). The change was mainly attributable to higher selling prices in all product areas, which were offset partly by higher distribution and raw material costs. The cost of planned maintenance stops was SEK 67m (0).

Operating profit amounted to SEK 4,958m (2,927).

**April–June 2022 compared with April–June 2021**

Net sales rose 23% to SEK 5,899m (4,810), of which price/mix accounted for 27%, volume for -4%, currency for 3% and discontinuations for -3%. The increase was attributable to strong demand, higher selling prices in all product areas and positive exchange rate effects. Lower delivery volumes of containerboard and pulp had an adverse impact on sales.

EBITDA amounted to SEK 3,121m (2,260), corresponding to an EBITDA margin of 52.9% (47.0). The increase was attributable to higher selling prices and positive exchange rate effects. Higher distribution and raw material costs, lower delivery volumes and higher costs for planned maintenance stops of SEK 67m (0) had a negative impact on earnings.

Operating profit amounted to SEK 2,735m (1,881).

**April–June 2022 compared with January–March 2022**

Net sales increased 18% to SEK 5,899m (5,015), of which price/mix accounted for 14%, volume for 3%, and currency for 1%. The increase was attributable to higher selling prices in all product areas, positive exchange rate effects and higher delivery volumes.

EBITDA amounted to SEK 3,121m (2,608), corresponding to an EBITDA margin of 52.9% (52.0). The increase was attributable to higher selling prices in all product areas and higher delivery volumes of pulp and solid-wood products. The cost of planned maintenance stops was SEK 67m (0).

Operating profit amounted to SEK 2,735m (2,223).

**CASH FLOW****January–June 2022 compared with January–June 2021**

The operating cash surplus amounted to SEK 4,757m (2,937). The cash flow effect from changes in working capital was SEK -993m (-691). Restructuring expenditure related to the discontinuation of publication paper operations amounted to SEK -33m (-271). Net current capital expenditures totaled SEK -599m (-439). Operating cash flow was SEK 3,085m (1,581) (see Note 9).

Strategic capital expenditures totaled SEK -1,610m (-1,679) (see page 5) and company and asset acquisitions totaled SEK -573m (0). Acquisitions mainly refer to the with St1 partly owned biorefinery in Gothenburg. Cash flow for the period was SEK -307m (-789) (see page 16).

**FINANCING**

At June 30, 2022, net debt totaled SEK 9,511m, a decrease during the quarter of SEK 670m. The decrease mainly relates to continued strong cash flow that finances strategic capital expenditures. Net debt in relation to EBITDA amounted to 0.8x compared with 1.0x in the preceding quarter.

At June 30, 2022, gross debt amounted to SEK 11,873m, with an average maturity of 4.5 years (including the lease liability). The loan structure consists of commercial paper, bonds and bilateral bank loans.

Unutilized credit facilities amounted to approximately SEK 8.5bn at June 30, 2022, of which the largest portion falls due in 2026. In the second quarter, financial items totaled SEK -5m compared with SEK -26m in the year-earlier period.

## TAX

### January–June 2022 compared with January–June 2021

The Group's tax expense amounted to SEK 998m (588), corresponding to an effective tax rate of 20.2% (20.5).

## EQUITY

### January–June 2022

Equity increased by SEK 3,083m during the period, to SEK 86,138m at June 30, 2022. Equity increased due to comprehensive income for the period of SEK 5,511m, decreased by SEK 2,282m due to the dividend payment and decreased due to other items by SEK 146m.

## CURRENCY EXPOSURE AND CURRENCY HEDGING

Due to a high proportion of exports, SCA's operations are exposed to various currencies. About 85% of sales are priced in currencies other than SEK, primarily EUR, USD and GBP. Most purchasing is conducted in SEK. SCA's currency exposure and currency management are described on page 65 of SCA's Annual and Sustainability Report for 2021.

The company has hedged about 70% of the expected EUR and GBP net exposure from sales minus purchases until the end of the fourth quarter of 2022, as well as approximately 50% for the first quarter of 2023 and 25% for the second quarter of 2023, at the average exchange rate of 10.49 and 12.30, respectively.

The company has hedged about 85% of the expected USD net exposure from sales minus purchases until the end of the fourth quarter of 2022, as well as approximately 65% for the first quarter of 2023 and 40% for the second quarter of 2023, at the average USD exchange rate of 9.38.

## PLANNED MAINTENANCE STOPS

In the second quarter of 2022, one planned maintenance stop was carried out at the paper mill in Obbola (containerboard).

The estimated effect of the planned maintenance stops on earnings, calculated as the sum of the direct cost of the maintenance and the effect from lower fixed cost coverage from reduced production during the stops, is shown in the table below.

SEKm	Actual				Total
	2021:1	2021:2	2021:3	2021:4	
Pulp	0	0	20	139	159
Containerboard	0	0	151	0	151
<b>Total</b>	<b>0</b>	<b>0</b>	<b>171</b>	<b>139</b>	<b>310</b>

SEKm	Actual		Forecast		Total
	2022:1	2022:2	2022:3	2022:4	
Pulp	0	0	20	150	170
Containerboard	0	67	60	0	127
<b>Total</b>	<b>0</b>	<b>67</b>	<b>80</b>	<b>150</b>	<b>297</b>

## STRATEGIC CAPITAL EXPENDITURES

### SCA invests in the Obbola kraftliner mill

In 2019, SCA decided to build a new paper machine for the production of kraftliner at the Obbola paper mill in Umeå. Production in Obbola will increase from the current 450,000 tonnes of kraftliner to 725,000 tonnes per year to meet an expected increase in demand for renewable packaging. The total investment will be approximately SEK 7.5bn over a five-year period. The investment includes environmental investments of approximately SEK 1bn, which, for example, include a reduction in oil consumption by 8,000 cubic meters per year and an improved water treatment capacity.

The paper machine is expected to begin operating at the end of the year, earlier than scheduled, which creates good conditions for a successful project. The new recovered fiber line, which is necessary to reach full capacity at Obbola, is being constructed on schedule and is expected to be completed in the first half of 2023. The project is progressing on budget.

### SCA invests in increased CTMP production capacity

In 2020, SCA decided to invest SEK 1.45bn to reach an annual production volume of 300,000 tonnes of CTMP (chemi-thermomechanical pulp) at the Ortviken site, where some existing infrastructure and mechanical equipment will be utilized. The project is progressing on time and on budget. Production is expected to start at the new facility at the beginning of 2023.

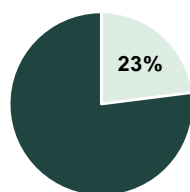
### SCA and St1 invest in the production and development of biofuels

SCA and St1 decided in 2021 to form a joint venture to produce and sell liquid biofuels. A jointly-financed biorefinery is under construction and will have access to SCA's tall oil, which is a residual product from the production of kraft pulp. SCA's part of the investment is approximately SEK 0.6bn. The new biorefinery is expected to begin operations in mid-2023.

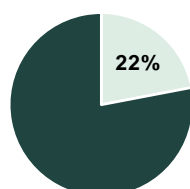
As part of the agreement, St1 is also a joint-owner of Biorefinery Östrand AB. The Östrand biorefinery project has received environmental permits for the production of 300,000 tonnes of liquid biofuels. Land reclamation at Östrand is scheduled to start during the second half of 2022 to enable future expansion.

### SCA invests in forest land in the Baltic states

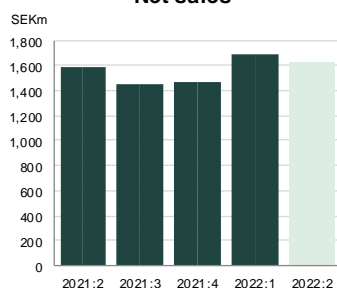
SCA has an ongoing investment program to acquire 100,000 hectares of forest land in the Baltic states. At the end of the second quarter of 2022, SCA had a holding of about 51,000 hectares of forest land in the Baltic states. The acquisitions will strengthen SCA's long-term opportunities to source timber in the region.

Share of net sales  
Jan-Jun 2022\*

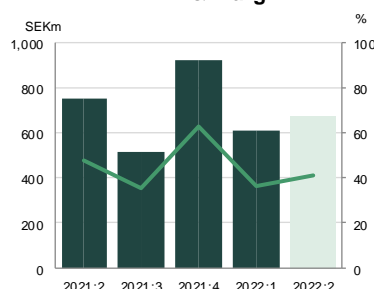
\* before elimination of intra-Group sales

Share of EBITDA  
Jan-Jun 2022\*\*\*\* share calculated of total EBITDA  
excluding central costs

Net sales



EBITDA &amp; margin



## FOREST

SCA is Europe's largest private forest owner with a holding of 2.6 million hectares of forest land in Northern Sweden and the Baltic states. SCA's unique forest holding is a growing resource that provides access to high-quality forest raw materials while absorbing a net of more than 10% of Sweden's fossil CO<sub>2</sub> emissions.

SEKm	Quarter					Jan-Jun		
	2022:2	2021:2	%	2022:1	%	2022	2021	%
Net sales	1,629	1,592	2	1,691	-4	3,320	3,219	3
EBITDA	675	753	-10	608	11	1,283	1,202	7
Depreciation	-55	-55	0	-56	-2	-111	-110	1
Operating profit	620	698	-11	552	12	1,172	1,092	7
EBITDA margin, %	41.4	47.3		36.0		38.6	37.3	
Operating margin, %	38.0	43.7		32.7		35.3	33.9	
Return on capital employed, %	3.5	4.5		3.2		3.7	3.7	
Harvesting of own forest, thousand m <sup>3</sup> sub	1,365	1,561	-13	643	112	2,008	2,328	-14
Revaluation of biological assets <sup>1</sup>	447	336	33	454	-2	901	652	38

<sup>1</sup> Revaluation of biological assets are included in EBITDA.

The Forest segment includes net sales from timber sourced from SCA's own forests, and from timber purchased from other forest owners, which is sold internally to SCA's industrial operations. The pricing is based on an average of SCA's externally sourced timber prices.

### Harvesting of own forest

During the second quarter, the volume of timber harvested from SCA-owned forest was 1.4 million m<sup>3</sup>sub. The planned annual level of timber harvested in SCA-owned forest is expected to gradually increase from approximately 4.3 m<sup>3</sup>sub to approximately 5.4 million m<sup>3</sup>sub in 2025.

### Revaluation of forest assets

The revaluation is determined by the annual increase in standing volume (net growth) and the change in market price of forest land (see Note 3).

### January–June 2022 compared with January–June 2021

Net sales increased 3% to SEK 3,320m (3,219), primarily attributable to higher selling prices for timber and pulpwood.

EBITDA improved 7% to SEK 1,283m (1,202), corresponding to an EBITDA margin of 38.6% (37.3). The change was primarily due to higher earnings from the revaluation of biological assets, which were offset by higher costs for harvesting, transportation and forest management, driven primarily by higher fuel prices.

### April–June 2022 compared with April–June 2021

Net sales were in line with the preceding year and amounted to SEK 1,629m (1,592).

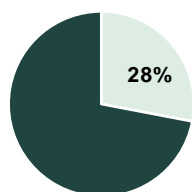
EBITDA declined 10% to SEK 675m (753). The decrease was primarily attributable to a lower share of harvesting from SCA-owned forest and higher costs for harvesting, transportation and forest management, driven primarily by higher fuel prices.

### April–June 2022 compared with January–March 2022

Net sales decreased 4% to SEK 1,629m (1,691). The change was primarily attributable to lower delivery volumes to SCA's industries.

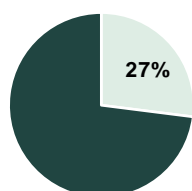
EBITDA improved 11% to SEK 675m (608). The increase was primarily attributable to a seasonably higher share of harvesting from SCA-owned forest.

### Share of net sales Jan-Jun 2022\*



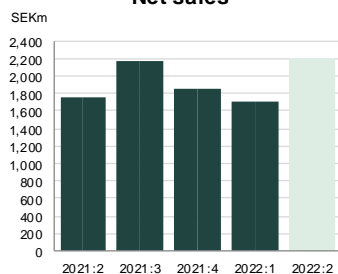
\* before elimination of intra-Group sales

### Share of EBITDA Jan-Jun 2022\*\*

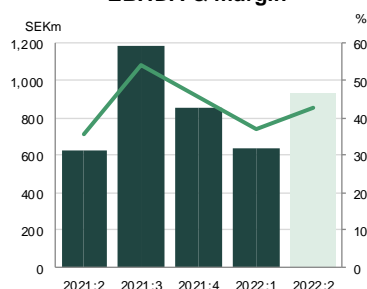


\*\* share calculated of total EBITDA excluding central costs

### Net sales



### EBITDA & margin



## WOOD

SCA is one of Europe's leading suppliers of wood-based products for the wood industry and building materials trade, with an annual production capacity of 2.2 million m<sup>3</sup> of solid-wood products. SCA has five cost-efficient sawmills located close to its forest holdings in Northern Sweden, as well as wood processing and distribution to the building materials trade in Scandinavia and France.

SEKm	Quarter					Jan-Jun		
	2022:2	2021:2	%	2022:1	%	2022	2021	%
Net sales	2,202	1,765	25	1,717	28	3,919	3,029	29
EBITDA	933	628	49	635	47	1,568	938	67
Depreciation	-57	-58	-2	-62	-8	-119	-114	4
Operating profit	875	570	54	573	53	1,448	824	76
EBITDA margin, %	42.4	35.6		37.0		40.0	31.0	
Operating margin, %	39.7	32.3		33.4		36.9	27.2	
Return on capital employed, %	88.5	64.4		59.3		88.4	32.3	
Deliveries, wood products, thousandm <sup>3</sup>	535	575	-7	510	5	1,045	1,068	-2

### January–June 2022 compared with January–June 2021

Net sales increased by 29% to SEK 3,919m (3,029). The increase was primarily attributable to higher selling prices.

EBITDA improved 67% to SEK 1,568m (938), which was mainly due to higher selling prices and better yield. Higher raw material costs had a negative impact on earnings.

### April–June 2022 compared with April–June 2021

Net sales improved 25% to SEK 2,202m (1,765), which was mainly due to higher selling prices. Lower delivery volumes had an adverse impact on sales.

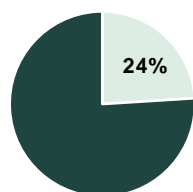
EBITDA amounted to SEK 933m (628), an increase of 49%. The increase was attributable to higher selling prices and positive exchange rate effects. Higher raw material costs and lower delivery volumes had an adverse impact on earnings.

### April–June 2022 compared with January–March 2022

Net sales increased 28% to SEK 2,202m (1,717), which was due to higher selling prices and higher delivery volumes.

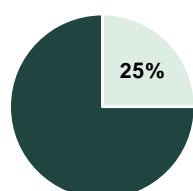
EBITDA amounted to SEK 933m (635), an increase of 47%. The increase was mainly attributable to higher selling prices.

### Share of net sales Jan-Jun 2022\*



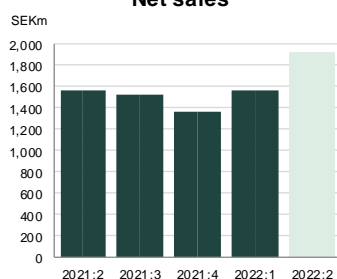
\* before elimination of intra-Group sales

### Share of EBITDA Jan-Jun 2022\*\*

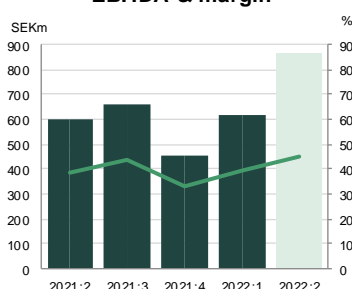


\*\* share calculated of total EBITDA excluding central costs

### Net sales



### EBITDA & margin



## PULP

SCA produces market pulp at Östrand pulp mill. Östrand is one of the largest and most cost-efficient production lines for bleached softwood kraft pulp (NBSK) in the world. Together with chemi-thermomechanical pulp (CTMP) production, Östrand's annual capacity amounts to 1 million tonnes. The Östrand pulp mill is also a net producer of green energy and produces by-products such as tall oil and turpentine.

SEKm	Quarter					Jan-Jun		
	2022:2	2021:2	%	2022:1	%	2022	2021	%
Net sales	1,926	1,565	23	1,564	23	3,490	2,853	22
EBITDA	866	600	44	614	41	1,480	985	50
Depreciation	-146	-143	2	-146	0	-292	-285	2
Operating profit	719	457	57	468	54	1,187	700	70
EBITDA margin, %	45.0	38.3		39.2		42.4	34.5	
Operating margin, %	37.3	29.2		29.9		34.0	24.5	
Return on capital employed, %	34.9	20.2		23.0		23.9	7.5	
Deliveries, pulp, thousand tonnes	236	237	0	218	8	454	469	-3

### January–June 2022 compared with January–June 2021

Net sales increased 22% to SEK 3,490m (2,853). The change was primarily attributable to higher selling prices, increased sales to SCAs core markets and positive currency effects. Lower delivery volumes had an adverse impact on sales.

EBITDA increased 50% to SEK 1,480m (985). The increase mainly relates to higher selling prices, which were partly offset by higher raw material costs.

### April–June 2022 compared with April–June 2021

Net sales increased by 23% to SEK 1,926m (1,565). The change was attributable to good demand, higher selling prices and positive exchange rate effects.

EBITDA amounted to SEK 866m (600), corresponding to an EBITDA margin of 45.0% (38.3). The increase was mainly attributable to higher selling prices, increased earnings from renewable by-products and positive exchange rate effects, which were partly offset by higher raw material costs.

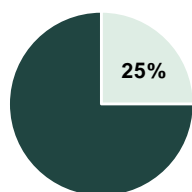
### April–June 2022 compared with January–March 2022

Net sales increased by 23% to SEK 1,926m (1,564). The change was mainly attributable to higher selling prices and higher delivery volumes.

EBITDA totaled SEK 866m (614). The change was mainly attributable to higher selling prices and positive exchange rate effects.

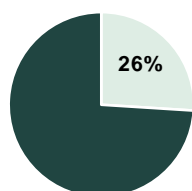


### Share of net sales Jan-Jun 2022\*



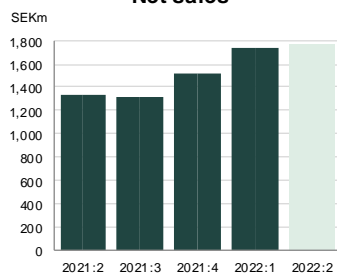
\* before elimination of intra-Group sales

### Share of EBITDA Jan-Jun 2022\*\*

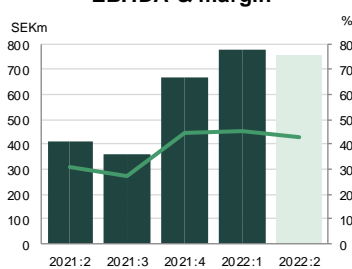


\*\* share calculated of total EBITDA excluding central costs

### Net sales



### EBITDA & margin



## CONTAINERBOARD

SCA produces kraftliner, renewable packaging paper, at the paper mills in Munksund and Obbola. SCA is Europe's largest independent producer of kraftliner, with a total capacity of 865,000 tonnes per year.

SEKm	Quarter				Jan-Jun			
	2022:2	2021:2	%	2022:1	%	2022	2021	%
Net sales	1,772	1,340	32	1,731	2	3,503	2,612	34
EBITDA	756	411	84	782	-3	1,538	732	110
Depreciation	-108	-108	0	-104	4	-212	-214	-1
Operating profit	648	303	114	678	-4	1,326	518	156
EBITDA margin, %	42.7	30.7		45.2		43.9	28.0	
Operating margin, %	36.6	22.6		39.2		37.9	19.8	
Return on capital employed, %	68.0	25.9		70.8		53.9	17.4	
Deliveries, kraftliner, thousand tonnes	200	210	-5	205	-2	405	436	-7

### January–June 2022 compared with January–June 2021

Net sales increased by 34% to SEK 3,503m (2,612). The increase was primarily attributable to higher selling prices.

EBITDA improved 110% to SEK 1,538m (732). The increase was mainly due to higher selling prices, which were partly offset by higher raw material costs. The cost of planned maintenance stops was SEK 67m (0).

### April–June 2022 compared with April–June 2021

Net sales increased 32% to SEK 1,772m (1,340). The increase was primarily attributable to higher selling prices.

EBITDA improved 84% to SEK 756m (411). The increase was mainly due to higher selling prices, which were partly offset by higher costs for planned maintenance stops of SEK 67m (0).

### April–June 2022 compared with January–March 2022

Net sales were in line with the preceding quarter and amounted to SEK 1,772m (1,731).

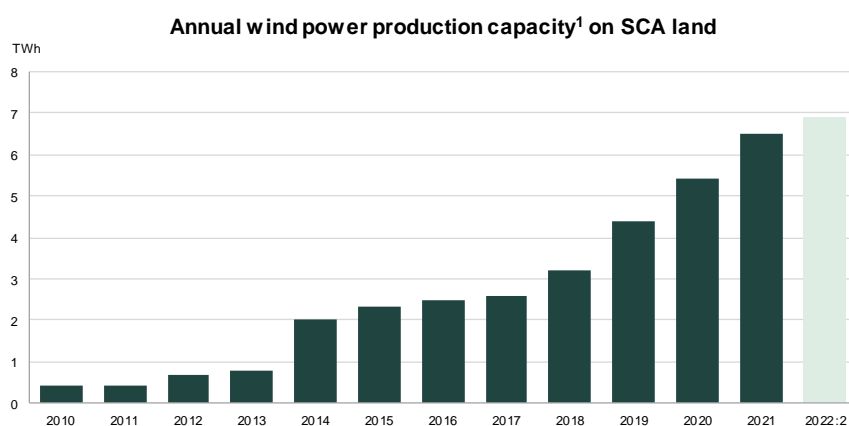
EBITDA declined 3% to SEK 756m (782). The decrease was primarily attributable to higher costs for planned maintenance stops of SEK 67m (0). Higher selling prices had a positive impact on earnings.

## RENEWABLE ENERGY

SCA produces processed biofuels in the form of pellets, unprocessed biofuels and is investing in a biorefinery for production of liquid biofuels. SCA is one of Europe's largest producers of bioenergy, with an annual production of about 12 TWh. Wind power production on SCA's land is equivalent to about 20% of Sweden's total wind power production.

SCA's large forest assets, geographical location and industrial operations provide the company with significant potential to develop new business opportunities in the field of renewable energy. Increasing the value created from by-products from the forest and industry create conditions for profitable and sustainable growth.

As Europe's largest private forest owner, SCA owns large areas of land with favorable wind conditions, where SCA leases out land. A significant expansion of wind power is currently taking place and demand for green electricity is expected to continue to increase substantially. At the end of the second quarter of 2022, 665 wind turbines were operating on SCA's land with an annual production capacity<sup>1</sup> of 6.9 TWh, equivalent to about 20% of Sweden's total wind power production. Together with decided but not yet completed projects, operating production capacity<sup>1</sup> on SCA's land is expected to increase to 9 TWh by 2023.



The residual products from forest operations and industry that are not suitable for use as fiber based materials are used in energy production. Energy used by SCA's operations is almost exclusively from bioenergy. By-products are used to produce heat and electricity. SCA produced 1.4 TWh of green electricity in 2021, corresponding to roughly 1% of Sweden's total electricity production. SCA also has an annual production capacity of 300,000 tonnes of pellets that are used both in SCA's own plants and sold externally.

Together with St1, SCA is investing in the production and sale of advanced liquid biofuels. SCA and St1 each own 50% of a joint venture, which will own and have access to half of the production capacity of a new biorefinery in Gothenburg, of which SCA's implicit share is 25%. SCA will invest about SEK 0.6bn of the estimated total investment of approximately SEK 2.5bn. The new biorefinery will have a total capacity of 200,000 tonnes of liquid biofuels and is designed to switch between optimized production of renewable HVO diesel and bio-jet fuel. The biorefinery will have access to SCA's tall oil, which is a residual product from the production of chemical pulp. The facility is expected to be operational in the second quarter of 2023.

As part of the agreement, St1 is also a joint-owner of Biorefinery Östrand AB. The Östrand biorefinery project has received environmental permits for the production of 300,000 tonnes of liquid biofuels based on by-products in the form of black liquor and solid biomass. The biorefinery in Östrand is a development project in the design phase.

<sup>1</sup>Annual production capacity is based on estimated normal wind conditions.

The Board of Directors and President certify that the half-year report gives a true and fair view of the Parent Company's and the Group's operations, financial position and results, and describes material risks and uncertainties facing the company and the companies included in the Group.

Sundsvall, July 22, 2022

SVENSKA CELLULOSA AKTIEBOLAGET SCA (publ)

Pär Boman  
Chairman of the Board

Niclas Andersson  
Board Member,  
Employee representative

Åsa Bergman  
Board Member

Roger Boström  
Board Member,  
Employee representative

Lennart Evrell  
Board Member

Annemarie Gardshol  
Board Member

Carina Håkansson  
Board Member

Maria Jonsson  
Board Member,  
Employee representative

Martin Lindqvist  
Board Member

Anders Sundström  
Board Member

Barbara Milian Thoralfsson  
Board Member

Karl Åberg  
Board Member

Ulf Larsson  
Board member,  
President and CEO

## Review report

Svenska Cellulosa Aktiebolaget SCA (publ), corp. reg. no. 556012-6293

### Introduction

We have reviewed the condensed interim report for Svenska Cellulosa Aktiebolaget SCA (publ) at June 30, 2022 and for the six-months period then ended. The Board of Directors and the Managing Director are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express a conclusion on this interim report based on our review.

### Scope of review

We conducted our review in accordance with the International Standard on Review Engagements, ISRE 2410 Review of Interim Financial Statements Performed by the Independent Auditor of the Entity. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report is not prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act regarding the Group, and in accordance with the Swedish Annual Accounts Act regarding the Parent Company.

Stockholm July 22, 2022  
Ernst & Young AB

Fredrik Norrman  
Authorized Public Accountant  
Auditor in charge

## SHARE DISTRIBUTION

June 30, 2022	Class A	Class B	Total
Registered number of shares	64,581,994	637,760,495	702,342,489

At the end of the period, the proportion of Class A shares was 9.2%. No change was made to Class A and Class B shares during the second quarter. In the first half of 2022, a total of 5,000 Class A shares were converted to Class B shares at the request of shareholders. The total number of votes in the company amounts to 1,283,580,435.

## FUTURE EVENTS

- The interim report for the third quarter will be published on October 28, 2022
- The year-end report will be published on January 27, 2023

## INVITATION TO PRESS CONFERENCE ON HALF-YEAR REPORT 2022

Members of the media and analysts are hereby invited to attend a press conference where this interim report will be presented by the President and CEO, Ulf Larsson, and by the CFO, Andreas Ewertz.

Time: Friday, July 22, 2022 at 10:00 a.m.

The press conference will be webcast live at [www.sca.com](http://www.sca.com). It is also possible to participate by telephone by calling:

Sweden: +46 (0)8 566 426 51  
 UK: +44 (0)3333 000 804  
 US: +1 631 913 1422

Specify the conference ID: 10918682#.

### For further information, please contact

Andreas Ewertz, CFO, +46 (0)60 19 31 97  
 Josefine Bonnevier, Investor Relations Director, +46 (0)60 19 33 90

### Please note:

This is information that SCA is obliged to make public pursuant to the EU Market Abuse Regulation and 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. The information was submitted for publication, through the agency of the contact person set out below, on July 22, 2022 at 08:00 a.m. CEST. The report has been reviewed by the company's auditors.

Anders Edholm, Senior Vice President, Communications, +46 (0)60 19 32 12

## GROUP

## CONSOLIDATED INCOME STATEMENT

SEKm	Quarter					Jan-Jun		
	2022:2	2021:2 <sup>1</sup>	%	2022:1	%	2022	2021	%
Net sales	5,899	4,810	23	5,015	18	10,914	8,982	22
Other income	832	540	54	713	17	1,545	1,231	26
Change in inventories	-115	-79		25		-90	-390	
Change in value in biological assets	447	336	33	454	-2	901	652	38
Raw materials and consumables	-1,088	-1,050	4	-1,318	-17	-2,406	-2,260	6
Personnel costs	-701	-710	-1	-644	9	-1,345	-1,355	-1
Other external costs	-2,176	-1,604	36	-1,640	33	-3,816	-3,267	17
Share of profits of associates	23	17		3		26	26	
<b>EBITDA</b>	<b>3,121</b>	<b>2,260</b>	<b>38</b>	<b>2,608</b>	<b>20</b>	<b>5,729</b>	<b>3,619</b>	<b>58</b>
Depreciation and impairment	-386	-379	2	-385	0	-771	-692	11
<b>Operating profit</b>	<b>2,735</b>	<b>1,881</b>	<b>45</b>	<b>2,223</b>	<b>23</b>	<b>4,958</b>	<b>2,927</b>	<b>69</b>
Financial items	-5	-26		-15		-20	-54	
<b>Profit before tax</b>	<b>2,730</b>	<b>1,855</b>	<b>47</b>	<b>2,208</b>	<b>24</b>	<b>4,938</b>	<b>2,873</b>	<b>72</b>
Tax	-550	-372		-448		-998	-588	
<b>Net Profit for the period</b>	<b>2,180</b>	<b>1,483</b>	<b>47</b>	<b>1,760</b>	<b>24</b>	<b>3,940</b>	<b>2,285</b>	<b>72</b>
<b>Earnings attributable to:</b>								
Owners of the parent	2,139	1,448		1,722		3,861	2,245	
Non-controlling interests	41	35		38		79	40	
<b>Earnings per share SEK - owners of the parent<sup>2</sup></b>	<b>3.05</b>	<b>2.06</b>		<b>2.45</b>		<b>5.50</b>	<b>3.20</b>	
Average no. of shares, millions	702.3	702.3		702.3		702.3	702.3	
<b>Margins (%)</b>								
EBITDA margin	52.9	47.0		52.0		52.5	40.3	
Operating margin	46.4	39.1		44.3		45.4	32.6	
Net margin	37.0	30.8		35.1		36.1	25.4	

<sup>1</sup> According to restatement in 2021:4. For further information, refer to Year-end report 2021, Note 5.

<sup>2</sup> There are no dilution effects.

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

SEKm	Quarter			Jan-Jun	
	2022:2	2021:2	2022:1	2022	2021
<b>Profit for the period</b>	<b>2,180</b>	<b>1,483</b>	<b>1,760</b>	<b>3,940</b>	<b>2,285</b>
<b>Other comprehensive income for the period:</b>					
<b>Items that may not be reclassified to the income statement</b>					
Change of value land assets	1,971	941	-	1,971	941
Revaluation of defined benefit pension plans	-39	326	-18	-57	1,034
Income tax attributable to components of other comprehensive income	-398	-261	4	-394	-407
<b>Total</b>	<b>1,534</b>	<b>1,006</b>	<b>-14</b>	<b>1,520</b>	<b>1,568</b>
<b>Items that have been or may be reclassified subsequently to the income statement</b>					
Cash flow hedges	-89	-13	155	66	-151
Hedge cost	-1	21	-3	-4	-2
Translation differences in foreign operations	74	-18	16	90	13
Income tax attributable to components of other comprehensive income	18	-1	-40	-22	32
<b>Total</b>	<b>2</b>	<b>-11</b>	<b>128</b>	<b>130</b>	<b>-108</b>
<b>Other comprehensive income for the period, net of tax</b>	<b>1,536</b>	<b>995</b>	<b>114</b>	<b>1,650</b>	<b>1,460</b>
<b>Total comprehensive income for the period</b>	<b>3,716</b>	<b>2,478</b>	<b>1,874</b>	<b>5,590</b>	<b>3,745</b>
<b>Total comprehensive income attributable to:</b>					
Owners of the parent	3,675	2,443	1,836	5,511	3,705
Non-controlling interests	41	35	38	79	40

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

SEKm	Jan-Jun	
	2022	2021
<b>Attributable to owners of the parent</b>		
Value, January 1	83,055	72,163
Total comprehensive income for the period	5,511	3,705
Cash flow hedge transferred at cost of hedged investments	2	32
Tax on cash flow hedge transferred at cost of hedged investments	0	-7
Cash dividend	-2,282	-1,405
Acquisition of non-controlling interests	-148	40
Remeasurement effect upon acquisition of non-controlling interests	0	-
<b>Value, June 30</b>	<b>86,138</b>	<b>74,528</b>
<b>Non-controlling interests</b>		
Value, January 1	-	-
Total comprehensive income for the period	79	40
Acquisition of non-controlling interests	-79	-40
<b>Value, June 30</b>	<b>-</b>	<b>-</b>
<b>Total equity, value June 30</b>	<b>86,138</b>	<b>74,528</b>

**CONDENSED CONSOLIDATED BALANCE SHEET**

<b>SEKm</b>	<b>Jun 30, 2022</b>	<b>Dec 31, 2021</b>
<b>ASSETS</b>		
<b>Non-current assets</b>		
Goodwill and other intangible assets	759	526
Buildings, land, machinery and equipment	22,580	21,737
Forest assets	87,899	84,497
<i>whereof land assets</i>	33,280	31,188
<i>whereof biological assets</i>	54,619	53,309
Right-of-use assets	590	614
Other non-current assets	2,655	2,091
<b>Total non-current assets</b>	<b>114,483</b>	<b>109,465</b>
<b>Current assets</b>		
Inventories	4,435	4,189
Trade receivables	3,496	2,516
Other current receivables	1,319	1,007
Cash and cash equivalents	755	1,056
<b>Total current assets</b>	<b>10,005</b>	<b>8,768</b>
<b>Total assets</b>	<b>124,488</b>	<b>118,233</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
<b>Owners of the Parent</b>		
Share capital	2,350	2,350
Share premium	6,830	6,830
Reserves	24,858	23,161
Retained earnings	52,100	50,714
<b>Total equity</b>	<b>86,138</b>	<b>83,055</b>
<b>Non-current liabilities</b>		
Non-current financial liabilities	10,110	9,083
Provisions for pensions	328	427
Deferred tax liabilities	19,722	18,885
Other non-current liabilities and other provisions	213	103
<b>Total non-current liabilities</b>	<b>30,373</b>	<b>28,498</b>
<b>Current liabilities</b>		
Current financial liabilities	1,434	1,056
Trade payables	3,466	3,478
Other current liabilities and other provisions	3,077	2,146
<b>Total current liabilities</b>	<b>7,977</b>	<b>6,680</b>
<b>Total liabilities and equity</b>	<b>124,488</b>	<b>118,233</b>

**CONSOLIDATED CASH FLOW STATEMENT**

SEKm	Jan-Jun	
	2022	2021
<b>Operating activities</b>		
Profit before tax	4,938	2,873
Adjustment for non-cash items <sup>1</sup>	-176	101
Change in liabilities regarding restructuring costs	-33	-271
Paid tax	-369	-68
<b>Cash flow from operating activities before changes in working capital</b>	<b>4,360</b>	<b>2,635</b>
Cash flow from changes in working capital		
Change in inventories	-244	183
Change in operating receivables	-1,283	-579
Change in operating liabilities	534	-295
<b>Cash flow from operating activities</b>	<b>3,367</b>	<b>1,944</b>
<b>Investing activities</b>		
Company and asset acquisitions	-573	0
Divestments	18	-
Current capital expenditures in non-current assets, net	-545	-415
Strategic capital expenditures in non-current assets	-1,610	-1,679
Loans granted to external parties	-1	-30
Acquisition of financial asset	-19	-2
<b>Cash flow from investing activities</b>	<b>-2,730</b>	<b>-2,126</b>
<b>Financing activities</b>		
Loans raised	2,557	1,482
Amortization of loans	-1,129	-591
Amortization of loans, leasing	-90	-93
Dividend	-2,282	-1,405
<b>Cash flow from financing activities</b>	<b>-944</b>	<b>-607</b>
<b>Net cash flow for the period</b>	<b>-307</b>	<b>-789</b>
Cash and cash equivalents at the beginning of the period	1,056	1,273
Translation differences in cash and cash equivalents	6	5
<b>Cash and cash equivalents at the end of the period</b>	<b>755</b>	<b>489</b>
Cash flow from operating activities per share SEK	4.79	2.77
<sup>1</sup> Depreciation/amortization and impairment of non-current assets	771	692
Fair-value measurement of biological assets	-901	-652
Gains/loss on assets sales and swaps of assets	-34	-5
Unpaid related to costs due to discontinuation of publication paper operations	-	7
Resolution of provision	-11	-
Other	-1	59
<b>Total</b>	<b>-176</b>	<b>101</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, and with regards to the Parent Company, RFR 2. Applied accounting principles are described in detail in SCA's 2021 Annual and Sustainability Report. New or revised IFRSs and interpretations from IFRIC have not had any material effect on the Group's or the Parent Company's financial reports.

### 2. REVENUE FROM CONTRACTS WITH CUSTOMERS

#### Net sales by segment

SEKm	Jan-Jun 2022						
	Forest	Wood	Pulp	Containerboard	Other <sup>1</sup>	Eliminations	Total
Sweden	3,316	1,304	570	351	-2	-3,316	2,223
USA	-	249	883	82	-	-	1,214
United Kingdom	-	405	124	552	-	-	1,081
Germany	-	93	280	789	-	-	1,162
Rest of Europe	4	975	1,405	1,624	-	-	4,008
Asia	-	617	95	20	-	-	732
Rest of world	-	276	133	85	-	-	494
<b>Total Group</b>	<b>3,320</b>	<b>3,919</b>	<b>3,490</b>	<b>3,503</b>	<b>-2</b>	<b>-3,316</b>	<b>10,914</b>
SEKm	Jan-Jun 2021						
	Forest	Wood	Pulp	Containerboard	Other <sup>1</sup>	Eliminations	Total
Sweden	3,215	990	353	249	17	-3,242	1,582
USA	-	240	769	57	5	-	1,071
United Kingdom	-	346	76	484	55	-	961
Germany	-	63	221	608	58	-	950
Rest of Europe	4	680	1,087	1,124	219	-	3,114
Asia	-	445	280	36	109	-	870
Rest of world	-	265	67	54	48	-	434
<b>Total Group</b>	<b>3,219</b>	<b>3,029</b>	<b>2,853</b>	<b>2,612</b>	<b>511</b>	<b>-3,242</b>	<b>8,982</b>

<sup>1</sup> Other including the discontinuation of publication paper operations.

### 3. FOREST VALUATION

#### Accounting principles

The accounting principles for forest assets are described in detail on page 103, Note D3, of SCA's Annual and Sustainability Report 2021.

#### Key assessments and assumptions

SCA bases its valuation of forest assets in Sweden on forest transactions in the areas where SCA owns forest assets. The market prices applied by SCA comprise a weighted average based on forest transactions over the last three years. When establishing the change in value of biological assets, the same valuation model has been used as in the past, with a return requirement of 3.5% (3.5) after tax. The value of land assets constitutes the residual amount between the total value in accordance with market price based on forest transactions and the value of the biological assets.

At December 31, 2021, the total standing timber volume was estimated at approximately 261 million m<sup>3</sup>fo, of which 5 million m<sup>3</sup>fo is in the Baltic states. The market price applied by SCA was SEK 324/m<sup>3</sup>fo and the total value of the forest assets was SEK 84,497m. At December 31, 2022, the standing volume of the forest holding is estimated at approximately 266 million m<sup>3</sup>fo, of which about 7 million m<sup>3</sup>fo in the Baltic states. At June 30, 2022, the applied market price was SEK 342/m<sup>3</sup>fo. Half of the expected annual increase in value was recognized during the first half of the year 2022, which corresponds to a value increase of SEK 3,402m. The change in value of biological assets was SEK 901m at June 30, 2022, of which SEK 447m in the second quarter, and is recognized in the income statement on the line item for change in value in biological assets. The change in value pertaining to land assets amounted to SEK 1,971m and is recognized as other comprehensive income with no effect on profit for the year. Other items (including investments) amounted to SEK 530m. At June 30, 2022, the total value of forest assets amounted to SEK 87,899m.

#### Forest assets

SEKm	Jun 30, 2022	Dec 31, 2021
Forest assets in Sweden	85,678	82,746
Forest assets in the Baltic region	2,221	1,751
<b>Totalt value of forest assets</b>	<b>87,899</b>	<b>84,497</b>
Deferred tax on forest assets	17,499	16,905

## 4. OTHER PROVISIONS

### Accounting principles

The accounting principles for other provisions are described in detail on page 109, Note D8, of SCA's Annual and Sustainability Report 2021.

SEKm	Environment	Discontinuation publication paper	Other	Total
Value, January 1	49	239	4	292
Provisions	7	-	1	8
Utilization	-24	-46	-2	-72
Reclassifications	-	-	0	0
Dissolutions	-	-42	-	-42
Translation differences	0	1	0	1
<b>Value, June 30</b>	<b>32</b>	<b>152</b>	<b>3</b>	<b>187</b>
Provision comprise:				
Long-term component				49
Short-term component				138

## 5. RISKS AND UNCERTAINTIES

SCA's risk exposure and risk management are described on pages 61–67 of SCA's Annual and Sustainability Report 2021. SCA conducts operations in a strongly integrated and geographically cohesive value chain. As Europe's largest private forest owner, SCA covers roughly half of its raw material supply from its own forest. SCA is self-sufficient in renewable energy and the impact of high energy prices is therefore limited. Through its own logistics company, SCA has a unique control over logistics from forest to the end customer. SCA has no operations or direct exposure in the form of purchasing or sales in Russia, Ukraine or Belarus. The impact of the war may affect SCA's future earnings. SCA is actively working to monitor inventory levels, secure the delivery and distribution chain and to ensure cash flow.

## 6. RELATED PARTY TRANSACTIONS

During the period, no transactions took place between SCA and related parties with any material impact on the company's financial position or results.

## 7. FINANCIAL INSTRUMENTS BY CATEGORY

SEKm	Measure- ment level	Jun 30, 2022	Dec 31, 2021
<b>Financial assets measured at fair value in the income statement</b>			
Derivatives - Current financial assets	2	5	0
Derivatives - Other current receivables	2	228	171
<b>Total</b>		<b>233</b>	<b>171</b>
<b>Financial liabilities measured at fair value in the income statement</b>			
Derivatives - Current financial liabilities	2	1	1
Derivatives - Other current liabilities	2	323	220
<b>Total</b>		<b>324</b>	<b>221</b>
<b>Financial assets measured at fair value through other comprehensive income</b>			
Equity instruments	3	14	14
<b>Total</b>		<b>14</b>	<b>14</b>
<b>Financial liabilities measured at amortized cost</b>			
Non-current financial liabilities excluding leasing	-	9,643	8,584
Non-current financial liabilities, leasing	-	467	500
Current financial liabilities excluding leasing	-	1,288	918
Current financial liabilities, leasing	-	146	136
<b>Total</b>		<b>11,544</b>	<b>10,138</b>
<b>Derivatives used for hedge accounting</b>			
Non-current financial assets	2	72	6
Other non-current assets	2	248	0
Other current receivables	2	235	26
<b>Total</b>		<b>555</b>	<b>32</b>
<b>Derivatives used for hedge accounting</b>			
Other non-current liabilities	2	164	11
Other current liabilities	2	435	129
<b>Total</b>		<b>599</b>	<b>140</b>

The fair value of trade receivables, other current and non-current receivables, cash and cash equivalents, and trade payables is estimated to be equal to their carrying amount. The total fair value of current and non-current financial liabilities, excluding lease liabilities, was SEK 10,625m (9,496). The value of electricity derivatives is based on published prices in an active market. Other financial instruments are marked to market, based on prevailing currency and interest rates on the balance sheet date. The fair value of debt instruments is determined using valuation models, such as discounting future cash flows at quoted market rates for the respective maturity.

SCA has the right to purchase the remaining shares in a partly owned company. SCA has conducted a review of the measurement during the second quarter 2022 and the effects are reported in equity.

## 8. CONTINGENT LIABILITIES AND COMMITMENTS

SEKm	Parent		Group	
	Jun 30, 2022	Dec 31, 2021	Jun 30, 2022	Dec 31, 2021
<b>Contingent liabilities</b>				
Guarantees for subsidiaries	728	754	-	-
associates	-	-	5	5
customers and others	-	-	28	28
<b>Other contingent liabilities</b>	<b>318</b>	<b>329</b>	<b>335</b>	<b>344</b>
<b>Total</b>	<b>1,046</b>	<b>1,083</b>	<b>368</b>	<b>377</b>

### Commitments

SCA has a decided investment in Obbola totaling SEK 7,500m over a five-year period. As of June 30, 2022, SEK 1,660m remained, of which SEK 1,053m was a contracted commitment. The commitment refers entirely to non-current assets.

## 9. ALTERNATIVE PERFORMANCE MEASURES

For definitions of alternative performance measures, refer to SCA's Annual and Sustainability Report 2021, pages 87–89.

### Operating cash flow

SEKm	Quarter			Jan-Jun	
	2022:2	2021:2	2022:1	2022	2021
EBITDA	3,121	2,260	2,608	5,729	3,619
Changes in biological assets and other non cash flow items	-481	-362	-491	-972	-682
<b>Operating cash surplus</b>	<b>2,640</b>	<b>1,898</b>	<b>2,117</b>	<b>4,757</b>	<b>2,937</b>
Change in working capital	-369	-401	-624	-993	-691
Restructuring costs	-6	-148	-27	-33	-271
Current capital expenditures, net <sup>1</sup>	-351	-230	-248	-599	-439
Other operating cash flow	28	-13	-75	-47	45
<b>Operating cash flow</b>	<b>1,942</b>	<b>1,106</b>	<b>1,143</b>	<b>3,085</b>	<b>1,581</b>
<sup>1</sup> Including following values from new leasing contracts:	-16	-9	-37	-53	-24

### Capital structure

SEKm	Jun 30, 2022	Dec 31, 2021
Forest assets	87,899	84,497
Working capital	3,820	2,823
Deferred tax relating to forest assets	-17,499	-16,905
Other capital employed, net	21,428	20,392
<b>Total capital employed</b>	<b>95,648</b>	<b>90,807</b>
<b>Net debt, SEKm</b>	<b>9,511</b>	<b>7,752</b>
Net debt/EBITDA (LTM) <sup>1</sup>	0.8x	0.9x
<b>Equity, SEKm</b>	<b>86,138</b>	<b>83,055</b>
Net debt/Equity (%)	11.0	9.3

<sup>1</sup> Rolling 12 months.

<b>Return on capital employed</b>	<b>Quarter <sup>1</sup></b>	<b>LTM <sup>2</sup></b>	<b>Full year</b>
%	<b>2022:2</b>	<b>Jun 30, 2022</b>	<b>2021</b>
<i>Return on capital employed</i>	11.6	10.8	9.0
<i>Industrial return on capital employed <sup>3</sup></i>	53.8	45.7	33.0

<sup>1</sup> Operating profit for the quarter multiplied by four as a percentage of capital employed on average for the two most recent quarters.

<sup>2</sup> Rolling 12 months.

<sup>3</sup> Excluding strategic investments in progress.

## Working capital

<b>SEKm</b>	<b>Jun 30, 2022</b>	<b>Dec 31, 2021</b>
Inventories	4,435	4,189
Accounts receivable	3,496	2,516
Other current receivables	1,205	892
Accounts payable	-3,466	-3,478
Other current liabilities	-2,463	-1,642
Adjustments <sup>1</sup>	613	346
<b>Working capital</b>	<b>3,820</b>	<b>2,823</b>
<sup>1</sup> Adjustments:		
Other current receivables, green certificates	0	-1
Accounts payable, strategic capital expenditures	222	337
Other current provisions	-72	-100
Other current liabilities, emission rights	298	110
Acquisition-related liabilities	165	-
<b>Sum adjustments</b>	<b>613</b>	<b>346</b>

## Net debt

<b>SEKm</b>	<b>Jun 30, 2022</b>	<b>Dec 31, 2021</b>
Surplus in funded pension plans	1,327	1,564
Non-current financial assets	165	80
Current financial assets	115	114
Cash and cash equivalents	755	1,056
<b>Financial receivables</b>	<b>2,362</b>	<b>2,814</b>
Non-current financial liabilities	10,110	9,083
Provisions for pensions	328	427
Current financial liabilities	1,435	1,056
<b>Financial liabilities</b>	<b>11,873</b>	<b>10,566</b>
<b>Net debt</b>	<b>-9,511</b>	<b>-7,752</b>

## 10. QUARTERLY DATA BY SEGMENT

## NET SALES

SEKm	Quarter								
	2022:2	2022:1	2021:4	2021:3	2021:2	2021:1	2020:4	2020:3	2020:2
Forest	1,629	1,691	1,474	1,455	1,592	1,627	1,659	1,500	1,494
Wood	2,202	1,717	1,868	2,183	1,765	1,264	1,498	1,592	1,770
Pulp	1,926	1,564	1,368	1,522	1,565	1,288	1,166	986	1,091
Containerboard/Paper <sup>1</sup>	1,772	1,731	1,518	1,326	1,340	1,272	1,981	1,817	1,876
Other <sup>1</sup>	-2	0	9	45	138	374	-	-	-
Intra-group deliveries	-1,628	-1,688	-1,474	-1,454	-1,590	-1,653	-1,712	-1,557	-1,544
<b>Total net sales</b>	<b>5,899</b>	<b>5,015</b>	<b>4,763</b>	<b>5,077</b>	<b>4,810</b>	<b>4,172</b>	<b>4,592</b>	<b>4,338</b>	<b>4,687</b>

<sup>1</sup> Segment Paper changed its name to Containerboard on January 1, 2021. The publication paper operation is included in Containerboard until 2020:4 and is then in Other.

## EBITDA

SEKm	Quarter								
	2022:2	2022:1	2021:4	2021:3	2021:2	2021:1	2020:4	2020:3	2020:2
Forest	675	608	926	516	753	449	747	515	499
Wood	933	635	850	1,180	628	310	227	192	143
Pulp	866	614	452	659	600	385	109	137	182
Containerboard/Paper <sup>1</sup>	756	782	669	360	411	321	342	240	229
Other <sup>1</sup>	-109	-31	-91	-31	-132	-106	-48	-52	-52
<b>Total EBITDA<sup>2</sup></b>	<b>3,121</b>	<b>2,608</b>	<b>2,806</b>	<b>2,684</b>	<b>2,260</b>	<b>1,359</b>	<b>1,377</b>	<b>1,032</b>	<b>1,001</b>

<sup>1</sup> Segment Paper changed its name to Containerboard on January 1, 2021. The publication paper operation is included in Containerboard until 2020:4 and is then in Other.

<sup>2</sup> Including the effect of discontinuation of publication paper operations EBITDA in Other amounted to 26 SEKm in 2020:4 and to -1,172 SEKm in 2020:3. For the Group EBITDA amounted to 1,451 SEKm in 2020:4 and to -88 SEKm in 2020:3.

## EBITDA MARGIN

%	Quarter								
	2022:2	2022:1	2021:4	2021:3	2021:2	2021:1	2020:4	2020:3	2020:2
Forest	41.4	36.0	62.8	35.5	47.3	27.6	45.0	34.3	33.4
Wood	42.4	37.0	45.5	54.1	35.6	24.5	15.2	12.1	8.1
Pulp	45.0	39.3	33.0	43.3	38.3	29.9	9.3	13.9	16.7
Containerboard/Paper <sup>1</sup>	42.7	45.2	44.1	27.1	30.7	25.2	17.3	13.2	12.2
<b>EBITDA margin<sup>2</sup></b>	<b>52.9</b>	<b>52.0</b>	<b>58.9</b>	<b>52.9</b>	<b>47.0</b>	<b>32.6</b>	<b>30.0</b>	<b>23.8</b>	<b>21.3</b>

<sup>1</sup> Segment Paper changed its name to Containerboard on January 1, 2021. The publication paper operation is included in Containerboard until 2020:4 and is then in Other.

<sup>2</sup> Including the effect of discontinuation publication paper operations EBITDA margin was 31.6% in 2020:4 and -2,0% for the Group in 2020:3.

## PARENT COMPANY

### INCOME STATEMENT

SEKm	Jan-Jun	
	2022	2021
Other operating income	139	134
Other operating expenses	-91	-85
Personnel costs	-53	-54
<b>EBITDA</b>	<b>-5</b>	<b>-5</b>
Depreciation and impairment	-45	-45
<b>Operating profit</b>	<b>-50</b>	<b>-50</b>
Financial items	102	54
<b>Profit before tax</b>	<b>52</b>	<b>4</b>
Appropriations and tax	1,871	834
<b>Profit for the period</b>	<b>1,923</b>	<b>838</b>

Other operating income was mainly related to remuneration for the granting of felling rights for the Parent Company's forest land. Other comprehensive income was the same as profit for the period. Appropriations and tax include group contributions, which are higher in 2022 compared with the year-earlier period.

### CONDENSED BALANCE SHEET

SEKm	Jun 30, 2022	Dec 31, 2021
Tangible non-current assets	8,880	8,857
Financial non-current assets	10,135	9,651
<b>Total non-current assets</b>	<b>19,015</b>	<b>18,508</b>
Current assets	17,354	15,620
<b>Total assets</b>	<b>36,369</b>	<b>34,128</b>
Restricted equity	11,373	11,373
Non-restricted equity	9,772	10,131
<b>Total equity</b>	<b>21,145</b>	<b>21,504</b>
Provisions	1,674	1,645
Non-current liabilities	10,055	8,594
Current liabilities	3,495	2,385
<b>Total equity, provisions and liabilities</b>	<b>36,369</b>	<b>34,128</b>