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1 July – 30 September 2014

- Net sales increased by 11% to SEK 1,309 million (1,181). The change is due to an 8% increase in deliveries and 5% higher prices.
- Operating profit from continuing operations increased to SEK 220 million (159). The improvement is due to a 6% increase in delivery volumes from own forests and 5% higher prices.
- Change in value of forest assets was SEK 120 million (39).
- Profit for the quarter amounted to SEK 227 million (112).

1 January – 30 September 2014

- Net sales increased by 2% to SEK 4,591 million (4,491). The change is due to 3% higher prices, which were countered by a 1% decrease in deliveries.
- Operating profit from continuing operations increased to SEK 852 million (703). The improvement is mainly due to a 5% increase in delivery volumes from own forests and 4% higher prices.
- Change in value of forest assets was SEK 312 million (351).
- Profit for the period amounted to SEK 821 million (708).

SEKm	3 months July–Sept.		9 months Jan.–Sept.		12 months Oct. 2013– Sept. 2014		Full year 2013
	2014	2013	2014	2013	2014	2013	
Net sales	1,309	1,181	4,591	4,491	6,156	6,056	
Operating profit from continuing operations	220	159	852	703	1,127	978	
Change in value of forest assets	120	39	312	351	1,007	1,046	
Operating profit	353	215	1,233	1,111	2,336	2,214	
Profit before tax	290	141	1,035	904	2,072	1,941	
Profit for the period	227	112	821	708	1,588	1,475	
Cash flow from operating activities	192	263	702	618	720	636	



Demand for sawn timber was favourable during the period January–September.

SVEASKOG

Sveaskog is Sweden's largest forest owner and sells sawlogs, pulpwood and biofuel. Sveaskog also works with land transactions and develops the forest as a venue for hunting, fishing and other nature-based experiences. The forest and its assets are Sveaskog's core business and sustainable development permeates every aspect of Sveaskog's activities.

CEO's comments



Continued earnings improvement

Sveaskog's operating profit from continuing operations improved by SEK 149 million to SEK 852 million for the period January–September. This positive development was mainly due to 5% higher delivery volumes from Sveaskog's own forests and 4% higher timber prices. Higher felling costs associated with the processing of storm-felled forests have had a negative impact on earnings. The total sales volume decreased by 1%. Net sales for the first nine months of the year amounted to SEK 4,591 million (4,491).

Sveaskog sold a total of 7.9 (8.0) million cubic metres (m³sub) of wood raw material during the period January–September. Sales of sawlogs increased by 7%, while sales of pulpwood and chips increased by 1% and biofuel sales fell 31%.

Market outlook

Europe is the largest export market for Swedish forest products, although exports are rising to new markets such as North Africa and Asia, with better growth and demand. The weakening of the Swedish krona is leading to better margins for Swedish export business.

Construction is rising somewhat in Europe, but from a low level, with Germany and the UK as the main drivers. There is increasingly greater uncertainty regarding the European recovery. From Sveaskog's perspective, thus far we have seen favourable demand for sawn wood products and rising prices.

In the pulp and paper industry, the shift from graphic papers to packaging and hygiene products continues. There is a slight surplus of pulpwood in the market, which has led to stagnation in prices for pulpwood for the time being.

Demand for biofuel has been very weak compared with the corresponding period a year ago. Sveaskog is developing its product offering and production methods in an effort to uphold the competitiveness of this environmentally friendly fuel.

Fire in Västmanland

Sweden's largest forest fire in modern time ravaged Västmanland this past summer. The fire was a tragedy for many. Approximately 1,500 hectares of Sveaskog's forestland was devastated by the fire. Sveaskog is planning nature conservancy efforts in the form of an ecopark in the area, which will make a strong contribution to promoting the regeneration of fire-dependent species in central Sweden.

New ecoparks inaugurated

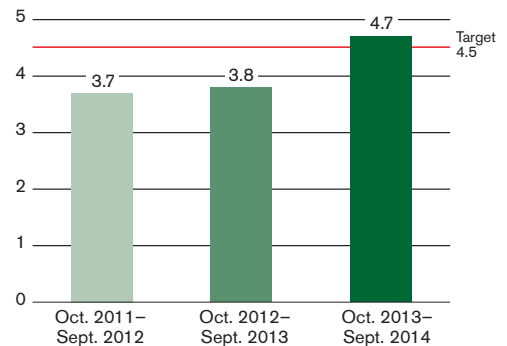
Three new ecoparks were inaugurated in late summer: Fjätälven Ecopark in Dalarna, and the Varjisån and Piteälven Ecoparks in Norrbotten. His Majesty King Carl XVI Gustaf was on hand at the latter two inaugurations. A total of 36 ecoparks have been inaugurated during the last ten years. Through its ecoparks Sveaskog has protected a total of 150,000 hectares of productive forest land with high nature values.

New Head of Market Area

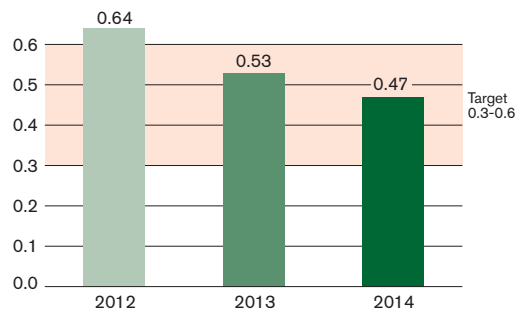
Eva Karlsson Berg has been named as the new Senior Vice President of Sveaskog's Central Market Area and succeeds the current Market Area SVP, Hans Welff. She will be a member of the Group Management. Eva, who currently works for Stora Enso in China, has a long record of experience from leading positions in the forest industry. She will assume her position at Sveaskog during the first quarter of 2015.

Per-Olof Wedin, President and CEO

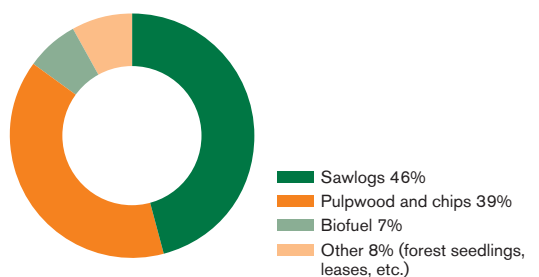
Yield, %, rolling 12 months



Net debt/equity, multiple, at 30 Sept.



Product breakdown by % of sales, rolling 12 months



Group performance

1 JULY–30 SEPTEMBER 2014

Net sales

Net sales increased by 11% to SEK 1,309 million (1,181). The change is due to an 8% rise in total delivery volumes compared with the corresponding period in the previous year, and an average 5% rise in timber prices. Sales of wood raw material amounted to 2.3 (2.1) million cubic metres (m³sub). External sales of forest seedlings increased by 23%, to SEK 68 million (71).

Earnings

Operating profit from continuing operations amounted to SEK 220 million (159). The change was mainly due to higher delivery volumes from own forests and higher timber prices.

Capital gains from property sales amounted to SEK 7 million (9). No major transactions were completed during the period.

Share of profits of the associate Setra Group amounted to SEK 6 million (8).

Operating profit before change in value of forest assets amounted to SEK 233 million (176). Sveaskog's forest assets are valued quarterly. The change in value for the third quarter amounted to SEK 120 million (39). Operating profit after change in value of forest assets amounted to SEK 353 million (215).

Net financial items in the quarter amounted to SEK –63 million (–74). Profit before tax amounted to SEK 290 million (141). Tax for the period was SEK –63 million (–29). Profit for the period amounted to SEK 227 million (112).

1 JANUARY–30 SEPTEMBER 2014

Net sales

Net sales increased by 2% to SEK 4,591 million (4,491). The change is due to a 3% increase in timber prices, which was countered by a 1% decrease in timber deliveries. Sales of wood raw material amounted to 7.9 (8.0) million cubic metres (m³sub). Sales of the number of seedlings increased by 6%.

Earnings

Operating profit from continuing operations amounted to SEK 852 million (703). The improvement is mainly due to higher delivery volumes from own forests and higher timber prices.

Capital gains from property sales amounted to SEK 5 million (45).

Share of profits of the associate Setra Group amounted to SEK 64 million (12).

Operating profit before change in value of forest assets amounted to SEK 921 million (760). The change in value of forest assets amounted to SEK 312 million (351). Operating profit after change in value of forest assets amounted to SEK 1,233 million (1,111).

Net financial items amounted to SEK –198 million (–207).

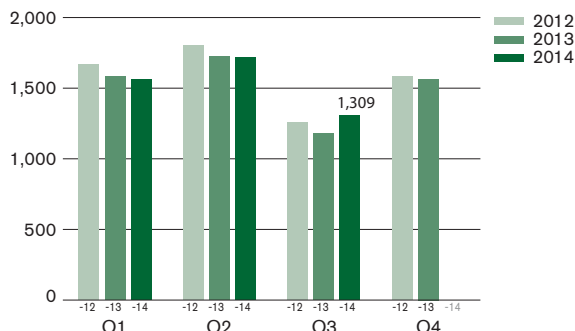
Profit for the period amounted to SEK 821 million (708).

Cash flow, investments and financial position

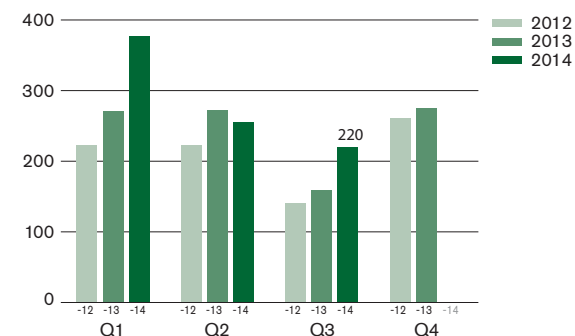
Cash flow from operating activities amounted to SEK 702 million (618). The increase is mainly due to a higher operating profit from continuing operations. Investments in property, plant and equipment amounted to SEK 82 million (152). The lower level is explained by greater acquisitions of land in the previous year. Investments in shares amounted to SEK 1 million (0). Sales of property, plant and equipment, primarily forest properties, amounted to SEK 45 million (122).

Sveaskog's interest-bearing net debt at 30 September amounted to

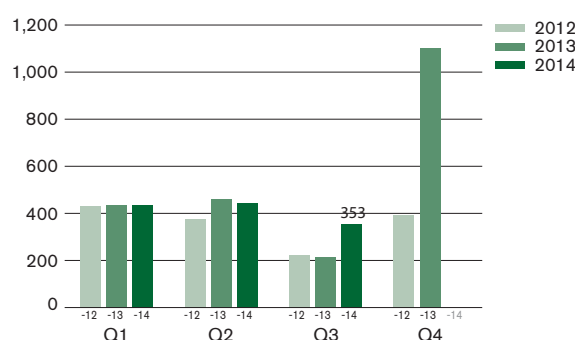
Net sales, SEKm



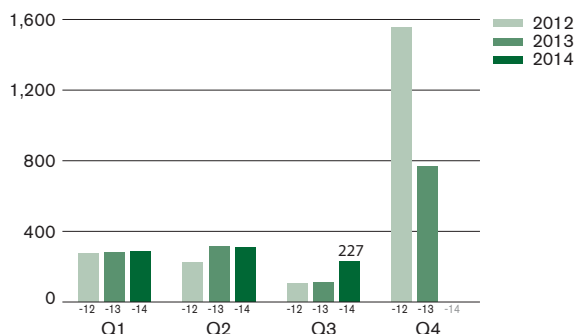
Operating profit from continuing operations, SEKm



Operating profit, SEKm



Profit for the period, SEKm



SEK 8,279 million (8,806). At the end of the period, the loan portfolio mostly comprised loans raised under Sveaskog's MTN programme as well as a Swedish commercial paper programme. Bank financing accounts for approximately 4% of the portfolio. The loan volume under the commercial paper programme amounted to SEK 2,520 million (2,670) and is refinanced regularly. Under the MTN programme the outstanding volume at 30 September was SEK 5,190 million (5,150). The lowest average fixed interest period during the quarter was approximately 30 months.

The debt/equity ratio amounted to 0.47 (0.53).

Interest cover amounted to 4.3 (3.2), and the gross borrowing cost was 2.65% (2.63).

Parent Company

Sveaskog AB (publ.), 100% owned by the Swedish state, owns and manages forest properties and shares in subsidiaries and is responsible for Group-wide financing. Sveaskog AB's operating income for the first nine months of the year amounted to SEK 10 million (37). Loss after net financial items amounted to SEK 261 million (-265). The Parent Company's costs mainly comprise interest expenses. The company has no employees.

Setra Group AB

Sveaskog owns 50% of the shares in the wood products company Setra Group AB, which is reported as an associate. Share of profits of associates is recognised in the consolidated income statement. Net sales for the period January–September amounted to SEK 3,162 million (3,063). Operating profit amounted to SEK 192 million (60). The earnings improvement can be credited to internal efficiency improvement measures combined with market and currency developments. Sveaskog's share of the company's profits adjusted for intra-group profits amounted to SEK 64 million (12) for the first nine months of the year.

Market situation and timber deliveries

Sveaskog conducts trading in wood raw material in Sweden, of which over half is taken from the company's own forests. Customers are primarily in Sweden and export a large proportion of their products worldwide. Supply, demand, prices and currencies therefore affect profitability at different stages.

Europe is slowly recovering from the financial and debt crisis. In many European countries growth is tepid, inflation is very low, and government finances are weak. Many growth forecasts have been adjusted downward. In the USA the recovery is progressing somewhat faster. Asia and Africa today are showing growth that is stronger than Europe's.

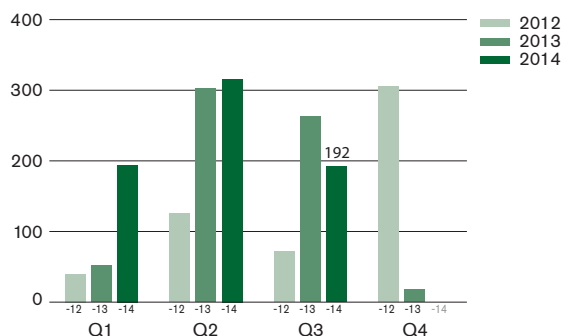
Europe continues to be the largest export market for Swedish forest products, although exports are rising to new markets with better growth and demand. The value of the Swedish krona has weakened, which translates to improved margins for Swedish export business. The biofuel market is mainly national.

SAWMILLS

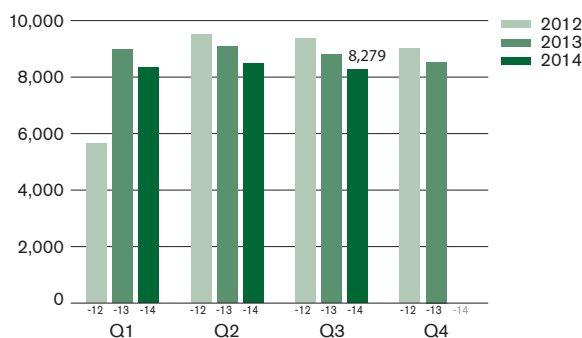
Construction is rising somewhat in Europe, but from a low level. As previously, Germany and the UK are the main drivers, even though the pace of growth has levelled out somewhat. Construction is also on the rise in Sweden and the USA, although home construction figures are down somewhat.

Imports of wood products in the Middle East are declining, as well as in Japan, which are two key markets for Swedish sawmills. North Africa is

Cash flow from operating activities per quarter, SEKm



Interest-bearing net debt, SEKm



moving in the opposite direction, with higher imports. The same applies for China, where the Nordic forest industry has experienced an increase in activity.

The picture of the market's development is thus fragmented, which has given rise to some uncertainty regarding future demand for Swedish sawn wood products. The order books are somewhat thin at the same time that inventories have grown. While price expectations have fallen, many sawmills are planning for increased production.

Demand for sawlogs was favourable during the period, with rising prices.

Sveaskog's deliveries

Sveaskog's deliveries and prices increased during the first nine months of the year. Sveaskog delivered 3,361 thousand m³sub (3,152) of sawlogs, which is 7% higher than in the corresponding period last year.

PULP AND PAPER INDUSTRY

Deliveries of paper pulp are rising globally, with Chinese imports as the main reason. Inventories have decreased among buyers but increased among producers. Capacity utilisation at pulp mills has remained high. Swedish exports of bleached softwood sulphate pulp (NBSK) are rising. The price of long fibre softwood pulp has risen marginally, while the price of hardwood pulp is falling.

Demand for graphic papers continues to fall. However, the market looks brighter for many other paper grades, such as kraftliner. The drop in demand for graphic papers is leading to a drop in total Swedish exports of paper and corrugated board.

In general, there is a slight surplus of pulpwood in the market in Sweden. Prices of pulpwood have remained virtually unchanged.

Sveaskog's deliveries

Sveaskog delivered 3,872 thousand m³sub (3,817) of pulpwood and chips during the period, which is 1% higher than in the corresponding period last year.

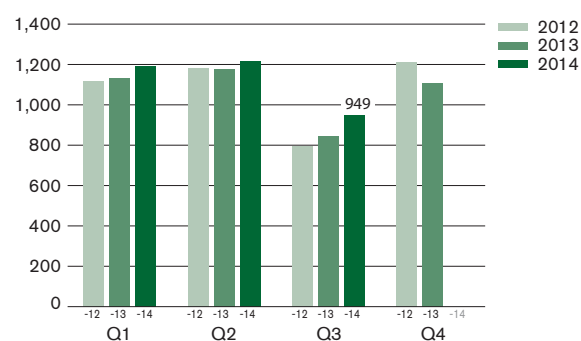
BIOFUEL MARKET

In Sweden, biofuel-based energy production is regional or local. Demand for biofuels was relatively weak compared with the corresponding period last year. This is mainly due to other competing fuels, more efficient production and distribution of energy, and low electricity prices. Production of branches and tops are falling, as are prices.

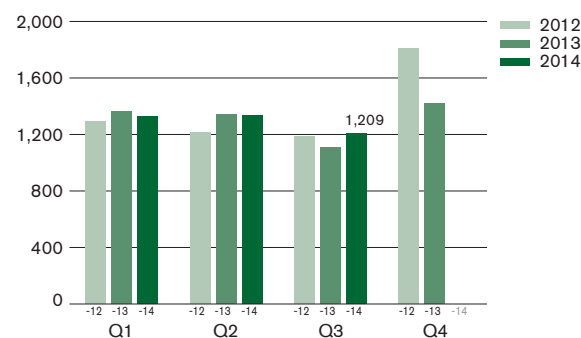
Sveaskog's deliveries

Sveaskog's biofuel deliveries amounted to 715 thousand m³sub (1,032) during the period, which is 31% lower than in the corresponding period last year.

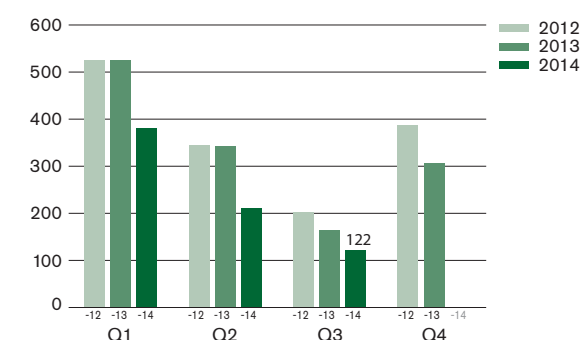
Delivery volume sawlogs, thousand m³sub



Delivery volume pulpwood and chips, thousand m³sub



Delivery volume biofuel, thousand m³sub



Key figures, Group

	Jan.–Sept. 2014	Jan.–Sept. 2013	Oct. 2013–Sept. 2014	Full year 2013
Yield, % 1) (target at least 4.5%)	4.7	3.8	4.7	3.9
Net debt/equity ratio, multiple (target 0.3–0.6)	0.47	0.53	0.47	0.49
Operating margin, %	27	25	38	37
Return on operating capital, % 1)	9.1	6.1	9.1	8.7
Return on equity, % 1)	9.3	14.4	9.3	8.8
Interest cover, multiple 1,3)	4.3	3.2	4.3	3.5
Equity ratio, %	48	47	48	49
Interest-bearing net debt, SEKm	8,279	8,806	8,279	8,533
Earnings per share, SEK 2)	6.93	5.98	13.41	12.46
Average number of employees	836	857	836	899
Number of employees	686	685	686	693
Total delivery volume, thousand m ³ sub	7,948	8,000	10,755	10,807

1) Rolling 12 months. 2) Calculated on number of shares, 118,373,034. 3) Operating profit before change in value of forest assets minus capital gains on property sales plus financial income divided by financial expenses.

Sveaskog Group

Condensed income statement

SEKm	3 months		9 months		12 months	
	July–Sept. 2014	July–Sept. 2013	Jan.–Sept. 2014	Jan.–Sept. 2013	Oct. 2013– Sept. 2014	Full year 2013
Net sales	1,309	1,181	4,591	4,491	6,156	6,056
Other operating income	6	5	27	24	43	40
Raw materials and consumables	-367	-352	-1,320	-1,455	-1,794	-1,929
Change in inventories	37	67	-23	-68	82	37
Other external costs (Note 2)	-623	-603	-1,963	-1,833	-2,707	-2,577
Employee benefit expenses	-118	-115	-388	-383	-557	-552
Depreciation	-24	-24	-72	-73	-96	-97
Operating profit from continuing operations	220	159	852	703	1,127	978
Capital gains from property sales	7	9	5	45	123	163
Share of profits of associates	6	8	64	12	79	27
Operating profit before change in value of forest assets	233	176	921	760	1,329	1,168
Change in value of forest assets (Note 1)	120	39	312	351	1,007	1,046
Operating profit	353	215	1,233	1,111	2,336	2,214
Financial items	-63	-74	-198	-207	-264	-273
Profit before tax	290	141	1,035	904	2,072	1,941
Tax	-63	-29	-214	-196	-484	-466
Profit for the period/year	227	112	821	708	1,588	1,475
Earnings per share, SEK before and after dilutions	1.92	0.95	6.93	5.98	13.42	12.46
- calculated on the average number of shares, million	118.4	118.4	118.4	118.4	118.4	118.4

Statement of comprehensive income

SEKm	3 months		9 months		12 months	
	July–Sept. 2014	July–Sept. 2013	Jan.–Sept. 2014	Jan.–Sept. 2013	Oct. 2013– Sept. 2014	Full year 2013
Profit for the period/year	227	112	821	708	1,588	1,475
Other comprehensive income						
Components that will not be reversed in profit or loss						
Actuarial gains/losses on pensions	-	-	-	-	56	56
Tax on actuarial gains/losses	-	-	-	-	-12	-12
Components that can be reversed in profit or loss						
Exchange differences	0	0	0	0	1	1
Cash flow hedges	-20	8	-85	65	-97	53
Tax attributable to cash flow hedges	5	-1	19	-14	21	-12
Total other comprehensive income for the period/year, net after tax	-15	7	-66	51	-31	86
Total comprehensive income for the period/year	212	119	755	759	1,557	1,561

Sveaskog Group

Condensed balance sheet

SEKm	30 Sept. 2014	30 Sept. 2013	31 Dec. 2013
ASSETS			
Non-current assets			
Intangible assets	3	6	5
Property, plant and equipment			
Forest land (Note 1)	2,168	2,151	2,156
Other property, plant and equipment	525	535	537
Biological assets – standing timber (Note 1)	29,672	28,764	29,375
Financial assets	498	386	415
Total non-current assets	32,866	31,842	32,488
Current assets			
Inventories	630	594	673
Current receivables, etc., non-interest bearing	1,482	1,606	1,512
Cash and cash equivalents	1,680	1,241	1,155
Total current assets	3,792	3,441	3,340
TOTAL ASSETS	36,658	35,283	35,828
EQUITY AND LIABILITIES			
Equity	17,701	16,594	17,396
Non-current liabilities			
Interest-bearing liabilities and provisions	6,543	6,614	6,044
Other liabilities and provisions	7,685	7,361	7,646
Total non-current liabilities	14,228	13,975	13,690
Current liabilities			
Interest-bearing liabilities	3,417	3,433	3,645
Other liabilities	1,312	1,281	1,097
Total current liabilities	4,729	4,714	4,742
TOTAL LIABILITIES	18,957	18,689	18,432
TOTAL EQUITY AND LIABILITIES	36,658	35,283	35,828

Definitions

Capital turnover rate

Net sales divided by average operating capital.

Debt/equity ratio

Interest-bearing net debt divided by equity.

Equity ratio

Equity divided by total assets, all calculated at the end of the period/year.

Gross margin

Operating profit before depreciation and share of profits of associates expressed as a percentage of net sales.

Interest-bearing net debt

Interest-bearing liabilities minus interest-bearing assets, all calculated at the end of the period/year.

Interest cover

Operating profit before change in value of forest assets excl. capital gains on property sales plus financial income divided by financial expenses.

Net earnings per share

Profit for the period/year after tax divided by average number of shares during the period/year.

Operating capital

Total assets excluding interest-bearing assets, tax assets and assets held for sale minus non-interest bearing liabilities and deferred tax liabilities, all calculated at the end of the period/year.

Operating margin

Operating profit expressed as a percentage of net sales.

Operating profit from continuing operations

Operating profit before change in value of forest assets, share of profits of associates and capital gains from property sales.

Return on equity

Profit after tax expressed as a percentage of average equity.

Return on operating capital

Operating profit divided by average operating capital, excluding deferred tax.

Yield

Operating profit before change in value of forest assets excluding capital gains on property sales, divided by average operating capital, excluding deferred tax.

Sveaskog Group

Condensed statement of cash flows

SEKm	Jan.–Sept. 2014	Jan.–Sept. 2013	Full year 2013
Operating activities			
Operating profit	1,233	1,111	2,214
Adjustment for non-cash items	-376	-446	-1,280
Interest received	20	13	19
Interest paid	-218	-220	-314
Paid tax	-109	-132	-95
Cash flow from operating activities before change in working capital	550	326	544
Change in working capital	152	292	92
Cash flow from operating activities	702	618	636
Investing activities			
Investments in property, plant and equipment	-82	-152	-212
Investments in shares	-1	0	0
Sale of property, plant and equipment	45	122	370
Sale of shares	0	0	0
Change in interest-bearing receivables	0	0	0
Cash flow from investing activities	-38	-30	158
Financing activities			
Dividend paid	-450	-435	-435
Change in financial liabilities	311	258	-34
Cash flow from financing activities	-139	-177	-469
Cash flow for the period/year	525	411	325
Cash and cash equivalents, opening balance	1,155	830	830
Cash and cash equivalents, closing balance	1,680	1,241	1,155

Condensed statement of changes in equity

SEKm	Jan.–Sept. 2014	Jan.–Sept. 2013	Full year 2013
Opening equity, 1 January	17,396	16,270	16,270
Total comprehensive income	755	759	1,561
Dividend paid in accordance with AGM decision	-450	-435	-435
Closing equity at the end of the period/year	17,701	16,594	17,396

Parent Company

Condensed income statement

SEKm	3 months		9 months		12 months	
	July–Sept. 2014	July–Sept. 2013	Jan.–Sept. 2014	Jan.–Sept. 2013	Oct. 2013– Sept. 2014	Full year 2013
Operating income	4	4	10	37	19	46
Operating expenses	6	-1	-9	-2	-7	0
Operating profit/loss	10	3	1	35	12	46
Financial items	-80	-101	-262	-300	-8	-46
Profit/loss before tax	-70	-98	-261	-265	4	0
Tax	15	21	57	58	-1	0
Profit for the period/year *	-55	-77	-204	-207	3	0

* Same as Total comprehensive income for the period/year.

Condensed balance sheet

SEKm	30 Sept. 2014	30 Sept. 2013	31 Dec. 2013
ASSETS			
Non-current assets			
Property, plant and equipment	56	56	56
Total property, plant and equipment	56	56	56
Financial assets			
Shares and participations	24,934	24,934	24,934
Receivables from group companies, interest-bearing	2,310	2,210	2,210
Total financial assets	27,244	27,144	27,144
Total non-current assets	27,300	27,200	27,200
Current assets			
Current receivables, etc., non-interest bearing	86	114	398
Receivables from group companies, interest-bearing	43	443	98
Cash and cash equivalents	0	0	0
Total current assets	129	557	496
TOTAL ASSETS	27,429	27,757	27,696
Equity			
Equity	10,661	11,108	11,315
Non-current liabilities			
Interest-bearing non-current liabilities	5,987	5,947	5,447
Other provisions	3	7	3
Total non-current liabilities	5,990	5,954	5,450
Current liabilities			
Interest-bearing liabilities and provisions	10,712	10,620	10,860
Other liabilities and provisions	66	75	71
Total current liabilities	10,778	10,695	10,931
TOTAL EQUITY AND LIABILITIES	27,429	27,757	27,696

Parent Company

Condensed statement of cash flows

SEKm	Jan.–Sept. 2014	Jan.–Sept. 2013	Full year 2013
Cash flow from operating activities	163	–1	255
Cash flow from investing activities	–105	40	45
Cash flow from financing activities	–58	–39	–300
Total cash flow	0	0	0
Cash and cash equivalents, opening balance	0	0	0
Cash and cash equivalents, closing balance	0	0	0

Condensed statement of changes in equity

SEKm	Jan.–Sept. 2014	Jan.–Sept. 2013	Full year 2013
Opening equity, 1 January	11,315	11,750	11,750
Dividend paid in accordance with AGM decision	–450	–435	–435
Profit/loss for the period/year	–204	–207	0
Closing equity at the end of the period/year	10,661	11,108	11,315

ACCOUNTING PRINCIPLES

The interim report for the Group is prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. For the Parent Company the interim report is prepared in accordance with the Annual Accounts Act, which is in accordance with the regulations in RFR 2 Accounting for Legal Entities. The accounting principles and calculation principles applied in this report for the Parent Company and the Group are unchanged compared with the most recently published annual report. New or revised IFRSs and interpretations from IFRIC have not had any effect on the earnings or financial position of the Group or the Parent Company. Large Swedish subsidiaries apply K3 with effect from 1 January 2014, and comparative figures have been adjusted. The effect on the individual companies is minimal.

Amounts are stated in SEK million unless otherwise indicated. Figures in parentheses refer to the same period in the previous year.

NOTE 1 – CHANGE IN VALUE OF FOREST ASSETS, SEKm

The market-related value of Sveaskog's forest assets at 30 September 2014 has been calculated at 31,840 (30 915), of which 29,672 (28,764) comprises the fair value of standing timber and 2,168 (2,151) an identified cost of land. The change in the balance sheet amounts to 925 (529).

NOTE 2 – COMMENTS ON THE INCOME STATEMENT, SEKm

Costs include costs for processing storm-felled forests.

NOTE 3 – MEASUREMENT OF FINANCIAL DERIVATIVES AND LIABILITIES

The table below shows the Group's derivatives measured at fair value as of 30 September 2014 and 31 December 2013:

SEKm	Level 1		Level 2		Level 3	
	Sept. 2014	2013	Sept. 2014	2013	Sept. 2014	2013
<i>Assets</i>						
Financial assets at fair value through profit or loss						
Standing forest					29,672	29,375
Total assets	0	0	0	0	29,672	29,375
<i>Liabilities</i>						
Liabilities	0	0	9,359	9,248		
Derivative instruments	0	0	170	60	0	0
Total liabilities	0	0	9,529	9,308	0	0

Measurement techniques for level 2 fair value

Derivatives in level 2 consist of interest rate swaps and are used for both trading and hedging purposes. Measurement at fair value of interest rate swaps is based on swap rates obtained from a financial information system and converted to a zero coupon curve for measurement.

The Group's measurement process

Within the framework of the Group's treasury function work is performed with measurement of financial assets and liabilities. The treasury function reports to the Chief Accountant, who in turn reports to the Deputy CEO/CFO. The treasury function uses a well-established financial system and financial price information from a well-known financial information system. Measurement of derivatives of the OTC type are double-checked to ensure the correct valuation.

Fair value of financial liabilities. The fair value of borrowing is assessed as shown below:

SEKm	2014-09-30	2013-12-31
Non-current liabilities	6,040	5,624
Current liabilities	3,319	3,624
Total	9,359	9,248

RISKS AND UNCERTAINTIES

A description of risks, uncertainties and risk management is provided in Sveaskog's 2013 Annual Report (in Swedish) on pages 19–22. No other significant changes, in addition to those mentioned in this interim report, have occurred since publication of the annual report.

IMPORTANT EVENTS AFTER THE CLOSING DATE

No important events have taken place after the closing date.

OTHER

Transactions with related parties are disclosed in Note 3 to the Group accounts in the 2013 Annual Report. No significant changes have taken place in relations to or transactions with related parties compared with what is described in the 2013 Annual Report.

The Board of Directors and the CEO hereby confirm that this interim report provides a true and fair overview of the Parent Company's and the Group's operations, their financial position and performance, and describes material risks and uncertainties facing the Parent Company and other companies in the Group.

Stockholm, 22 October 2014
Sveaskog AB (publ.) (556558-0031)

Göran Persson
Chairman

Helene Biström
Board Member

Eva Färnstrand
Board Member

Thomas Hahn
Board Member

Johan Hallberg
Board Member

Birgitta Johansson-Hedberg
Board Member

Anna-Stina Nordmark Nilsson
Board Member

Mats G Ringesten
Board Member

Eva-Lisa Lindvall
Employee representative

Sture Persson
Employee representative

Per-Olof Wedin
President and CEO

Review Report

To the Board of Directors of Sveaskog AB
reg. no. 556568-0031

Auditor's review report of interim financial information prepared in accordance with IAS 34 and Ch. 9 of the Swedish Annual Accounts Act.

Introduction

We have reviewed the interim report of Sveaskog AB (publ) as of 30 September 2014 and the nine-month period then ended. The Board of Directors and the President are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the 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 Information Performed by the Independent Auditor of the Entity. A review of interim financial information consists of making inquiries, primarily to persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review has a different focus and is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and other generally accepted auditing practices. 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. Therefore, the conclusion expressed on the basis of a review does not give the same level of assurance as a conclusion expressed on the basis of an audit.

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, for the Group in accordance with IAS 34 and the Annual Accounts Act, and for the Parent Company in accordance with the Annual Accounts Act.

Stockholm, 22 October 2014

PricewaterhouseCoopers AB

Martin Johansson

Authorised Public Accountant

FOR FURTHER INFORMATION, PLEASE CONTACT

Per-Olof Wedin, President and CEO, tel +46 8 655 91 74, +46 761 30 42 01

Per Matses, Deputy CEO and CFO, tel +46 8 655 92 90, +46 706 55 98 20

www.sveaskog.se

FINANCIAL CALENDAR

Year-end report 2014	29 January 2015
Interim report January – March 2015	23 April 2015
Interim report January – June 2015	16 July 2015
Interim report January – September 2015	21 October 2015

Sveaskog AB, Stockholm

Torggatan 4
SE-105 22 Stockholm
Tel +46 8 655 90 00

Sveaskog AB, Kalix

Torggatan 4, Box 315
SE- 952 23 Kalix
Tel +46 923 787 00

info@sveaskog.se
www.sveaskog.se