



Interim Report Presentation Q1 2024

April 26, 2024



An aerial photograph of a large, calm lake surrounded by a dense forest of tall, thin trees. A prominent island in the center of the lake is also covered in trees. The water is dark and reflects the surrounding greenery. The lighting suggests a late afternoon or early morning setting, with long shadows and a warm glow.

Ulf Larsson, CEO

Summary Q1 2024

Sequentially stronger market for fiber-based products, driving price increases

Increasing wood raw material costs and higher harvesting of own forest strengthens Forest result

Sales decreased 5% vs Q1 2023

- Price/mix -11%, currency +3%, volume +3%

EBITDA decreased 22% vs Q1 2023

- Lower prices
- + Positive currency effects
- + High degree of self sufficiency in wood raw material, energy and logistics



SCA's performance Q1 2024

EBITDA (SEKm)

1,596

EBITDA margin

35.0%

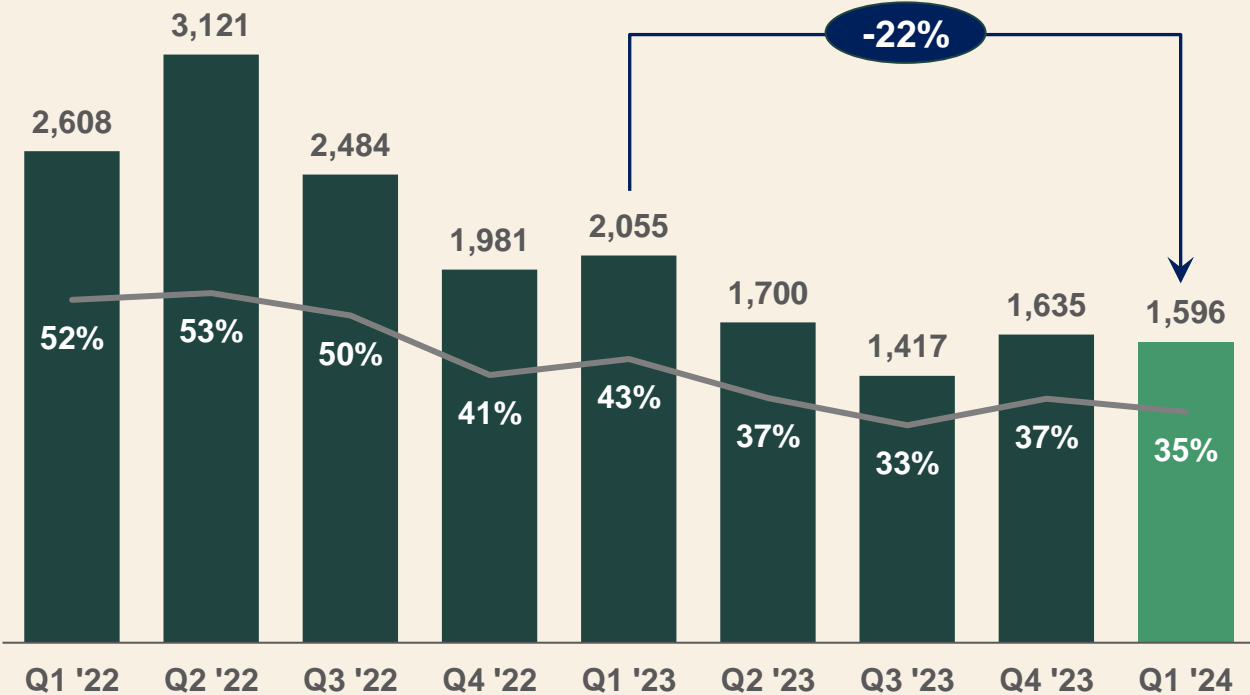
Industrial ROCE ¹

4%

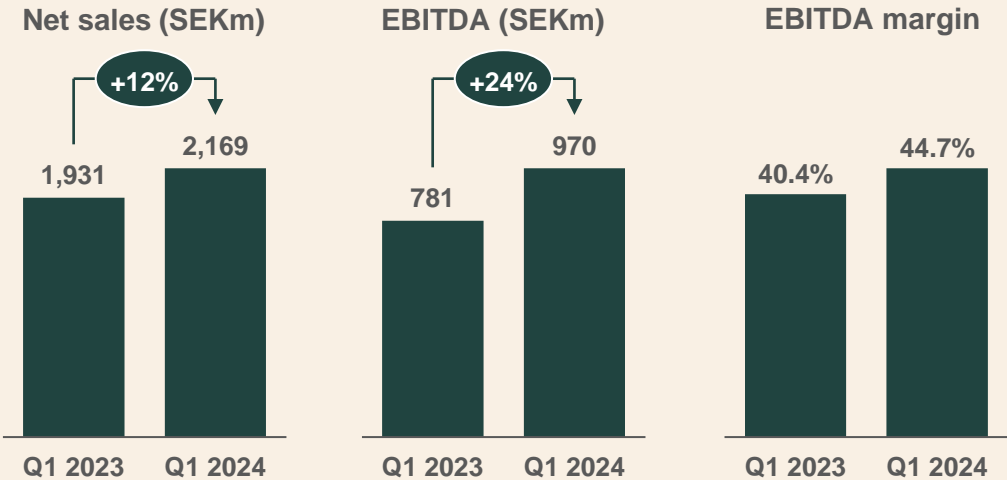
Net debt/EBITDA

1.8x

EBITDA (SEKm) and EBITDA margin



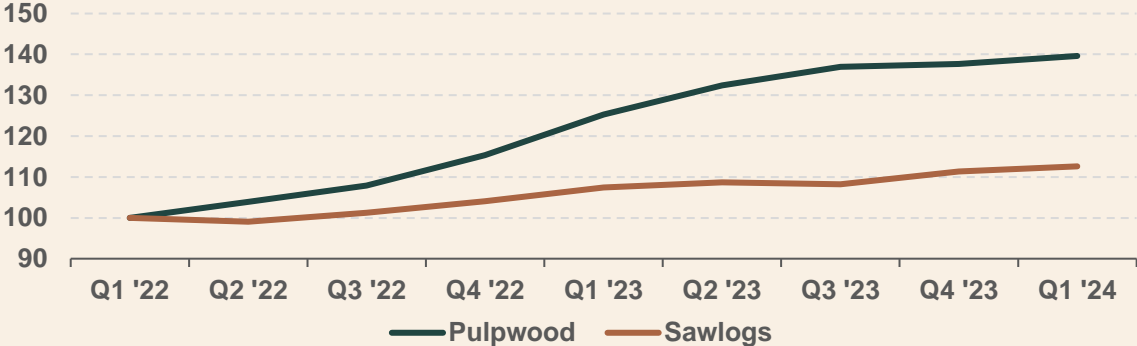
Forest Q1 2024 vs. Q1 2023



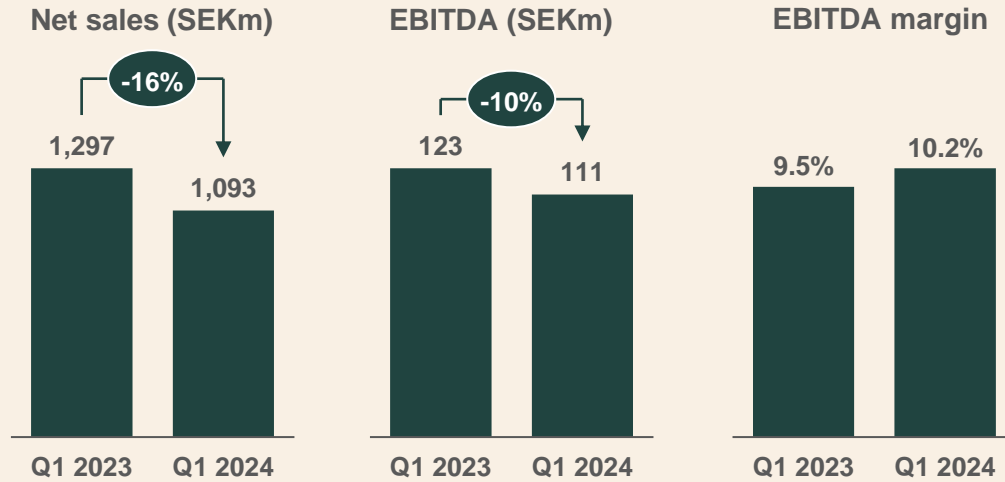
Stable wood supply to industries
 Continued price increase for wood raw material

- Sales up 12%**
- + Higher prices
- EBITDA up 24%**
- + Higher prices
 - + Higher harvesting own forest

Price development – Pulpwood and Sawlogs



Wood Q1 2024 vs. Q1 2023



Higher wood raw material costs

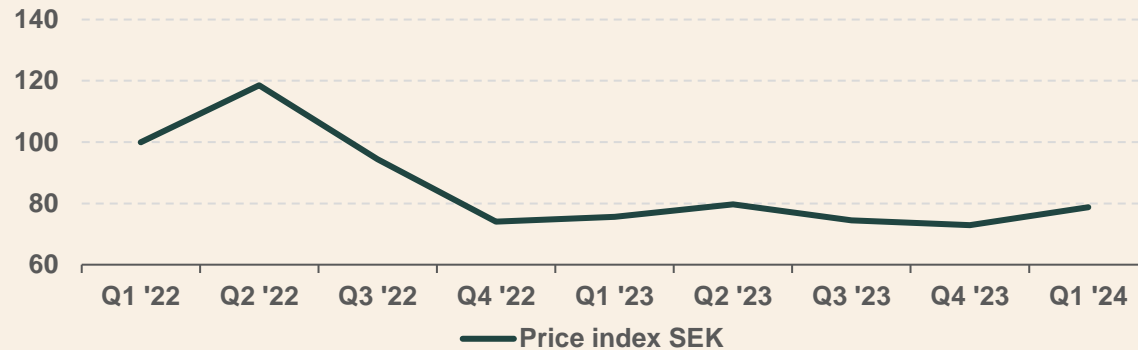
Sales down 16%

- Lower volumes

EBITDA down 10%

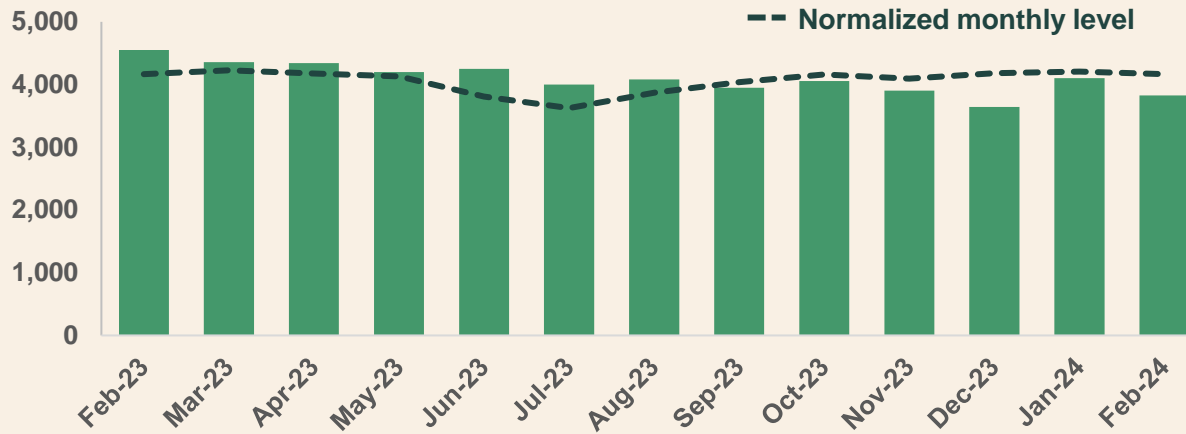
- Lower volumes
- Higher wood raw material cost

Price development – Solid Wood Products

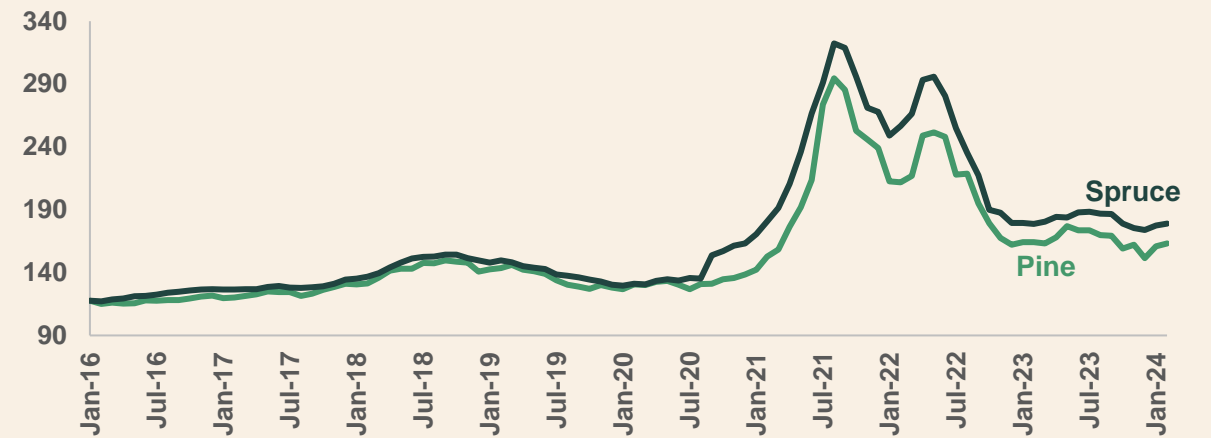


Wood market development

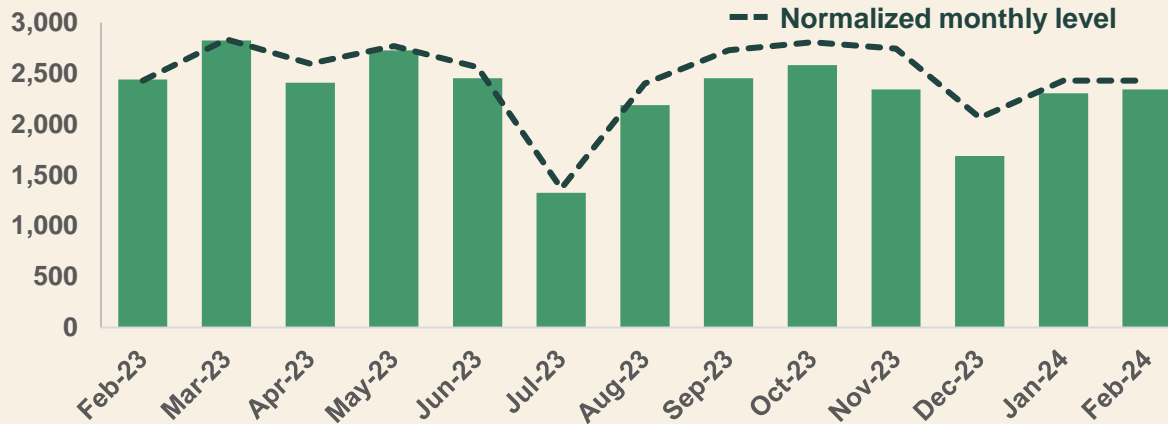
Stock of sawn pine and spruce wood, Sweden and Finland (k m³)



Price development sawn pine and spruce, Sweden (index)



Production of sawn pine and spruce wood, Sweden and Finland (k m³)

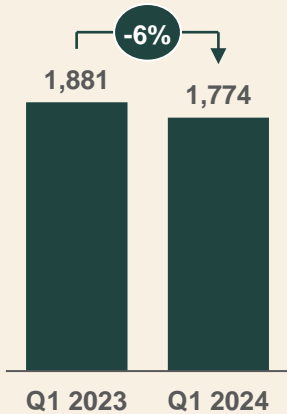


- Low production levels in Sweden and Finland since autumn 2023
- Slightly increasing demand driven by the repair and remodeling sector
- Low stock levels

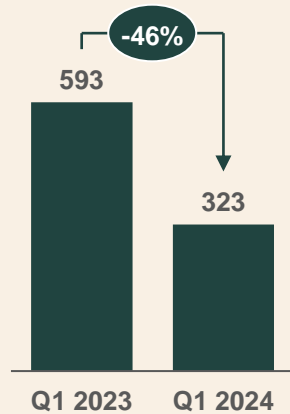
Note: Normalized monthly level 2016-2023.
Source: Skogsindustrierna.

Pulp Q1 2024 vs. Q1 2023

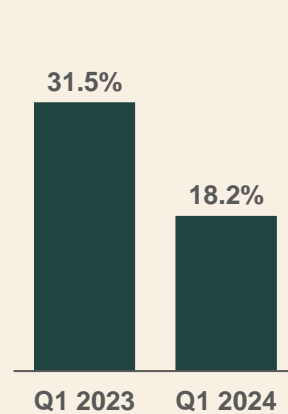
Net sales (SEKm)



EBITDA (SEKm)



EBITDA margin



Ramp up of new CTMP line according to plan

Sales down 6%

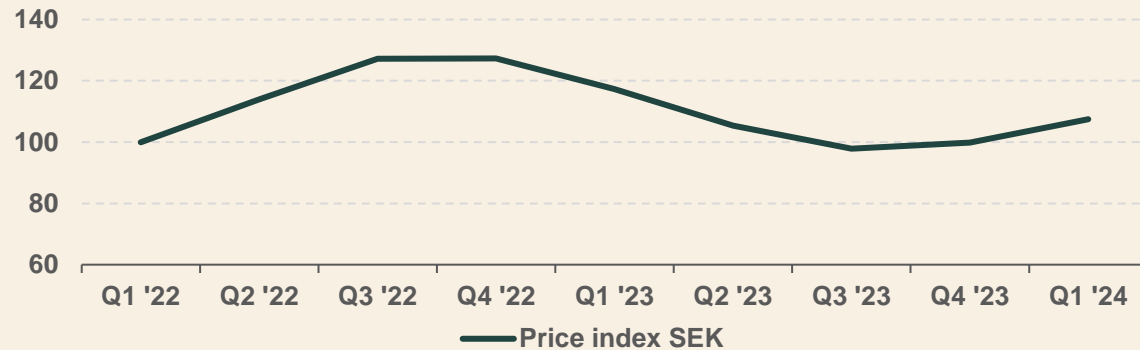
- Lower prices
- + Higher volumes
- + Positive currency effects

EBITDA down 46%

- Lower prices
- + Positive currency effects

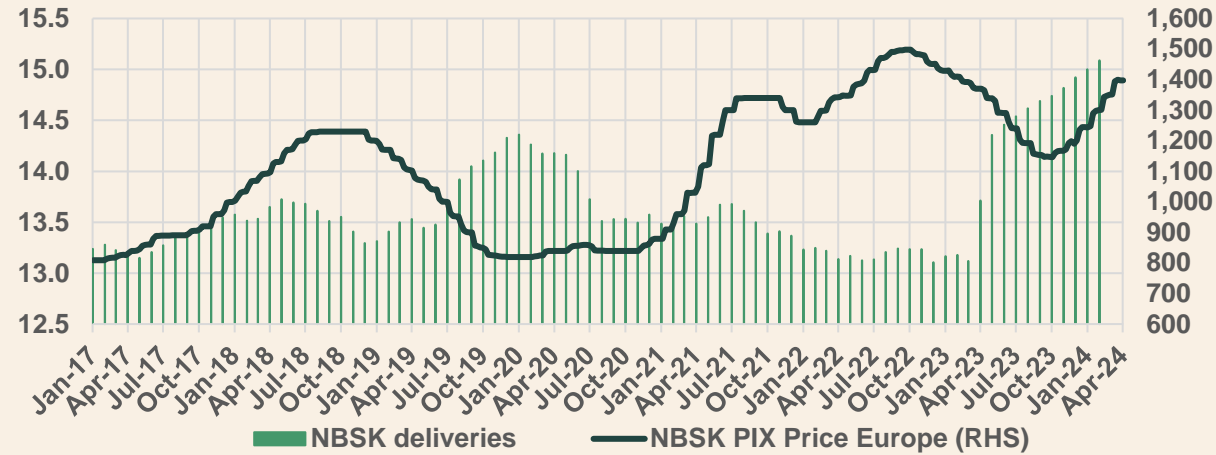
Ongoing reorganization reducing headcount

Price development – NBSK

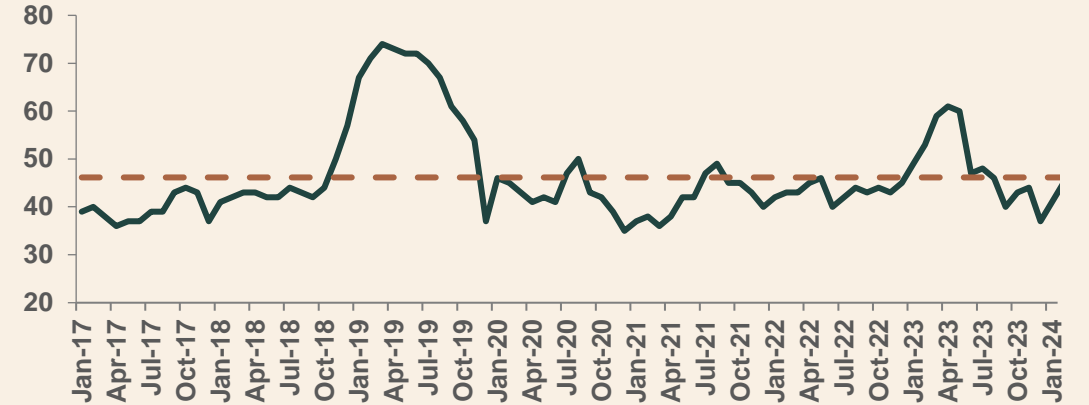


Pulp market development

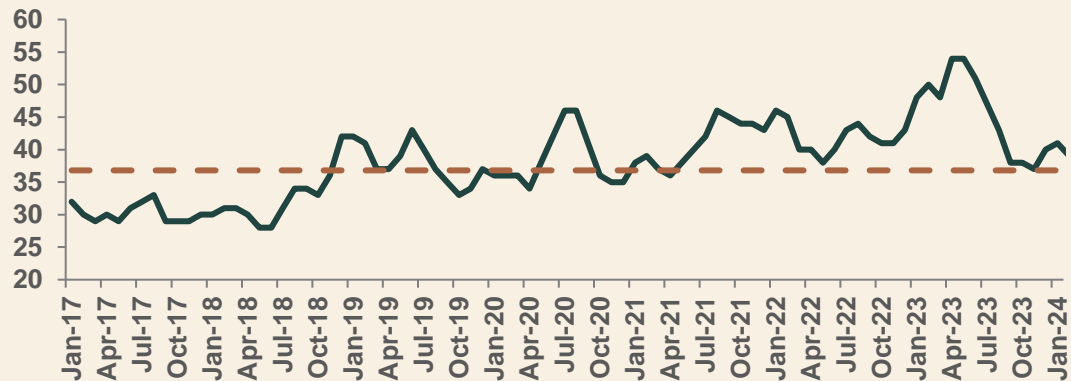
NBSK pulp price (USD/t) vs deliveries (Mt)



Hardwood pulp inventories (days of supply)

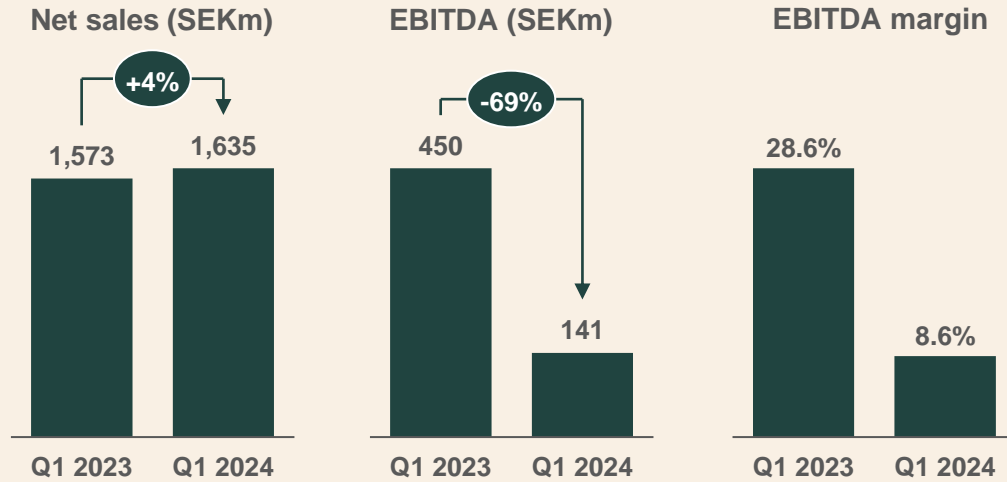


Softwood pulp inventories (days of supply)



- Reduced supply in Finland and Canada
- Recovery in European pulp demand
- Continued positive price trend

Containerboard Q1 2024 vs. Q1 2023



Ramp up of new paper machine in Obbola according to plan

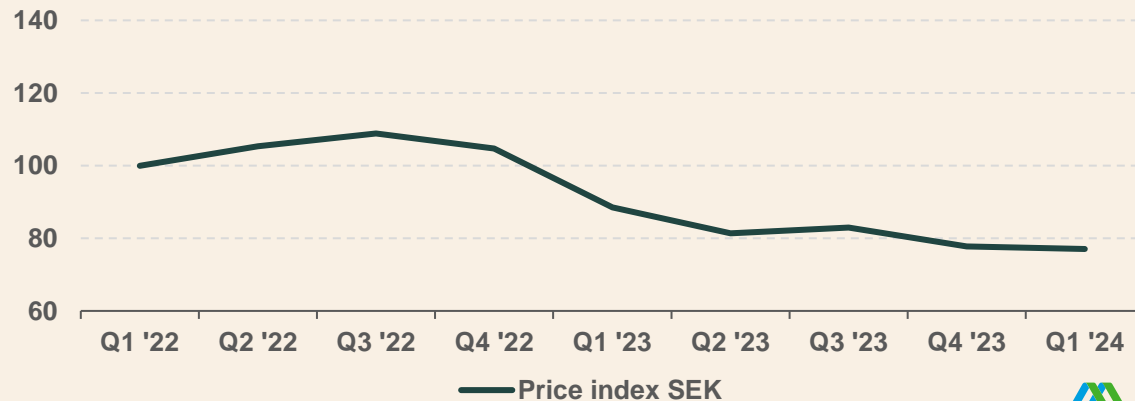
Sales up 4%

- + Higher volumes
- + Positive currency effects
- Lower prices

EBITDA down 69%

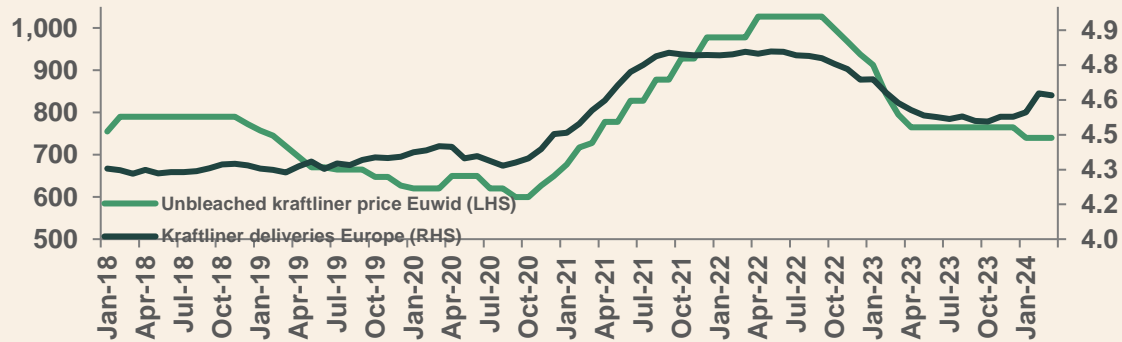
- Lower prices

Price development – Kraftliner

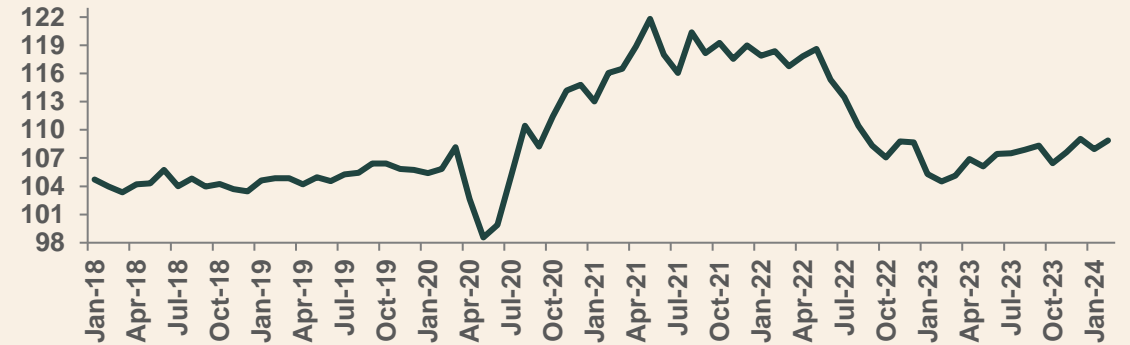


Containerboard market development

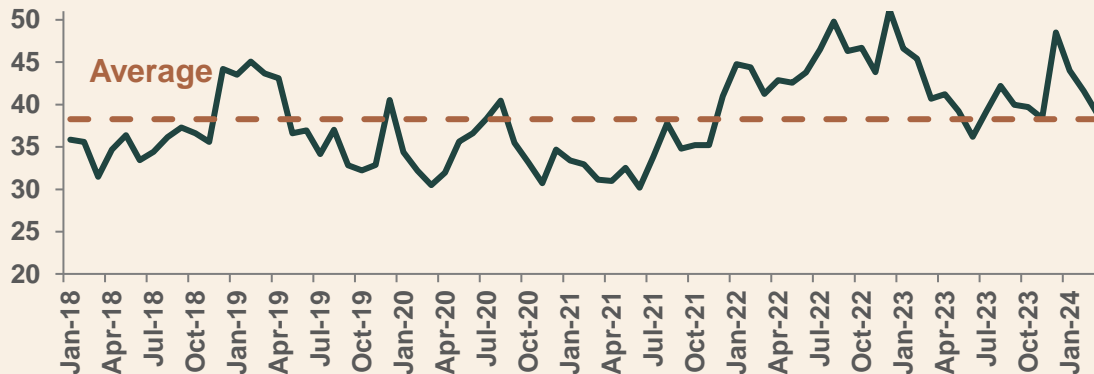
Price (EUR/t) vs Kraftliner deliveries (Mt)



European Box demand (index)



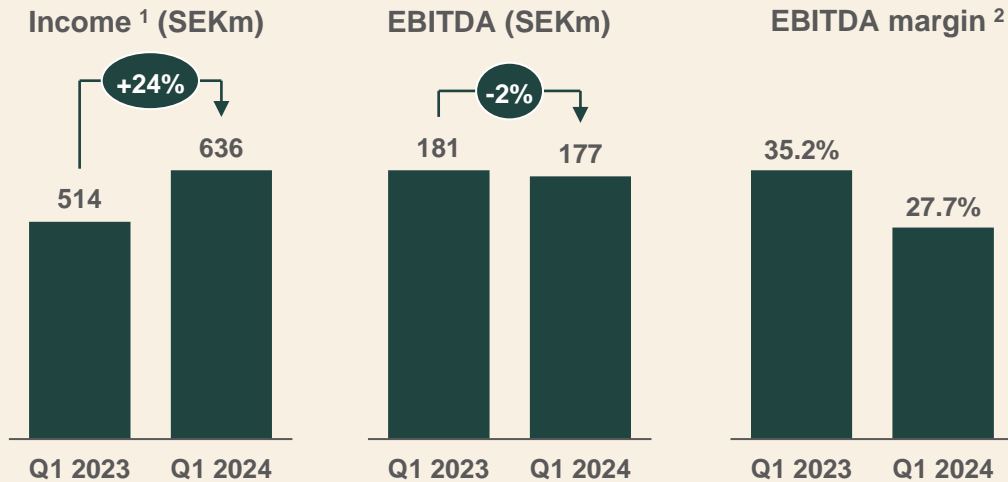
Kraftliner inventories (days of supply)



- Increasing box demand back on pre-pandemic levels
- Containerboard prices declined slightly in Q1
- Price increase negotiated for Q2
- Well managed Kraftliner stocks on an average level

Figures excluding Russia.
Source: Euwid, Numera, Cepi.

Renewable energy Q1 2024 vs. Q1 2023



Ramp up of biorefinery in Gothenburg according to plan

Income up 24%

- + Higher volumes
- + Higher prices

EBITDA down 2%

- Higher raw material costs
- + Higher volumes

1. Income comprises net sales and other operating income.
2. EBITDA as share of income.



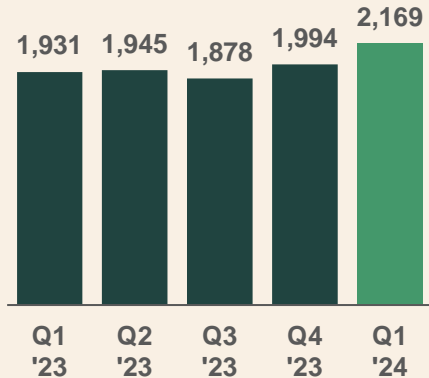
Andreas Ewertz, CFO

Income statement

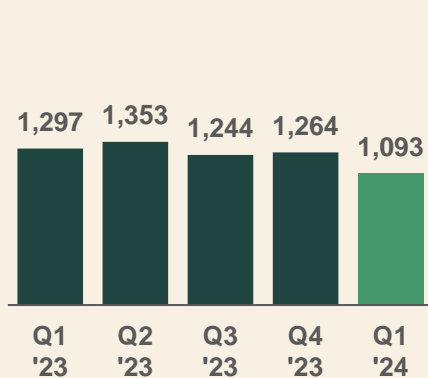
SEKm	Quarter		
	Q1 2024	Q1 2023	Change
Net sales	4,558	4,813	-5%
EBITDA	1,596	2,055	-22%
<i>EBITDA margin</i>	35.0%	42.7%	-7.7 p.p.
Depreciation and impairment	-519	-459	13%
EBIT	1,077	1,596	-33%
<i>EBIT margin</i>	23.6%	33.2%	-9.6 p.p.
Financial items	-123	-59	
Profit before tax	954	1,537	-38%
Tax	-165	-324	
Profit for the period	789	1,213	-35%
Earnings per share, SEK	1.12	1.74	

Development per segment and quarter

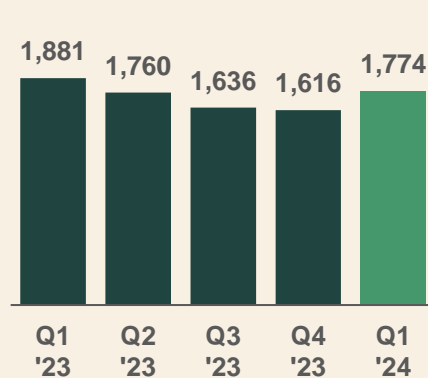
Forest
Net Sales (SEKm)



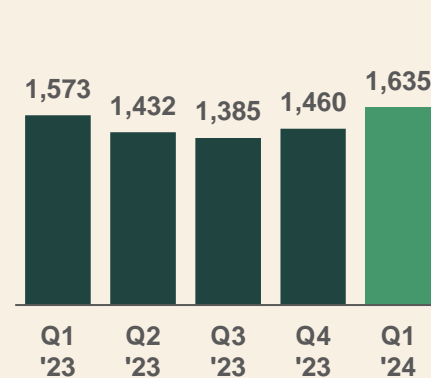
Wood



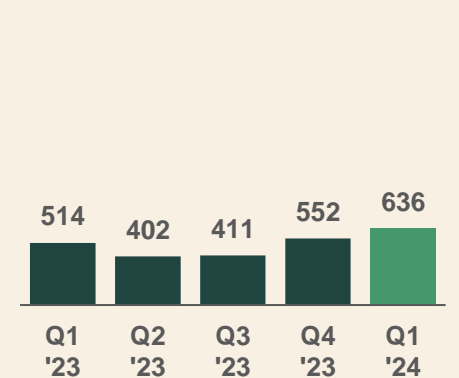
Pulp



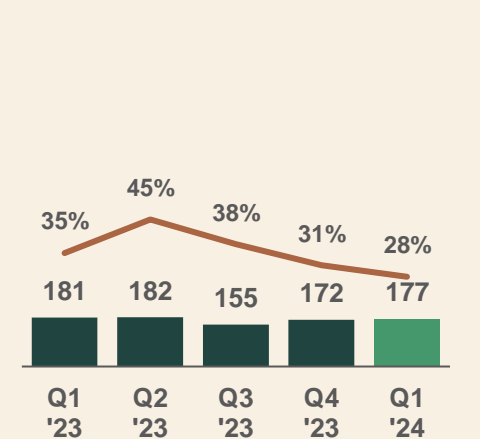
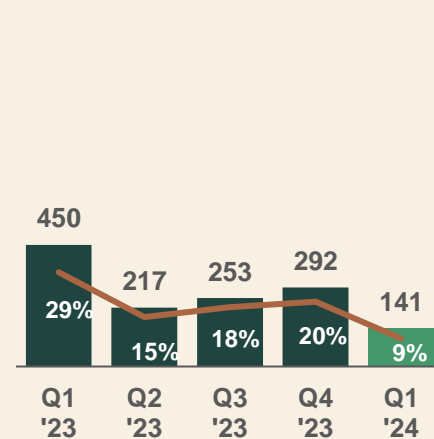
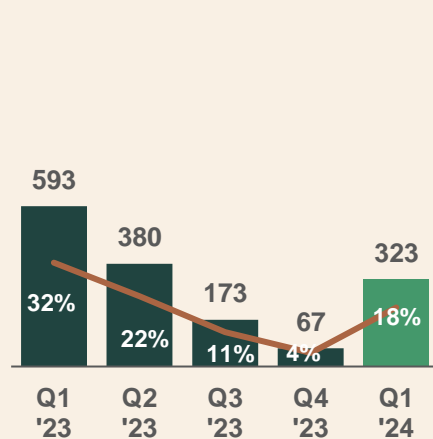
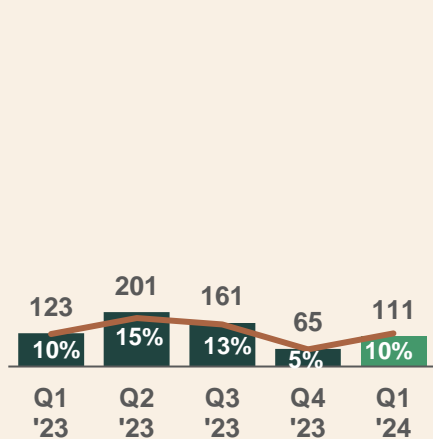
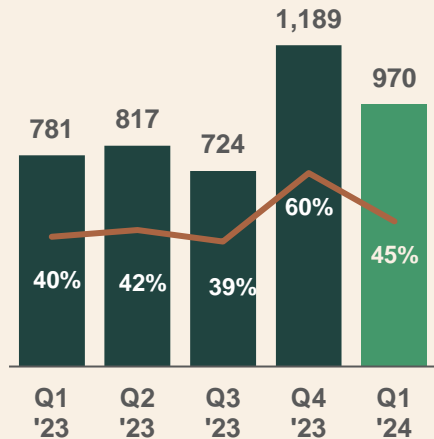
Containerboard



Renewable Energy

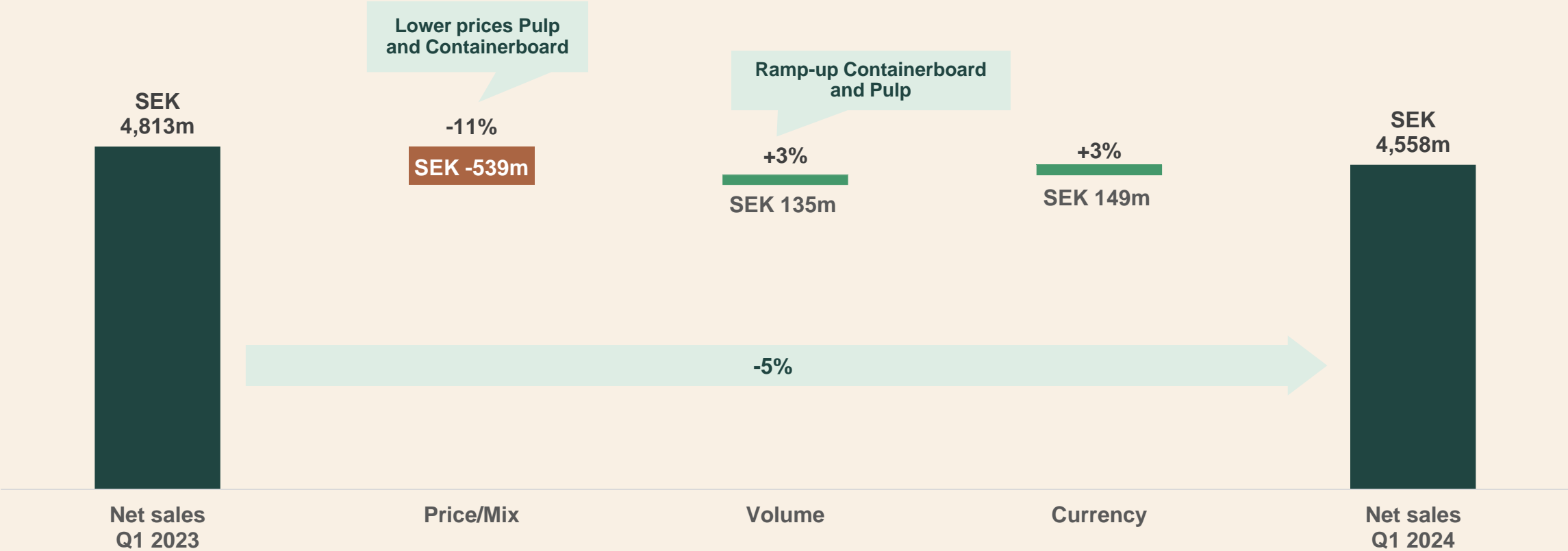


EBITDA (SEKm) and EBITDA margin

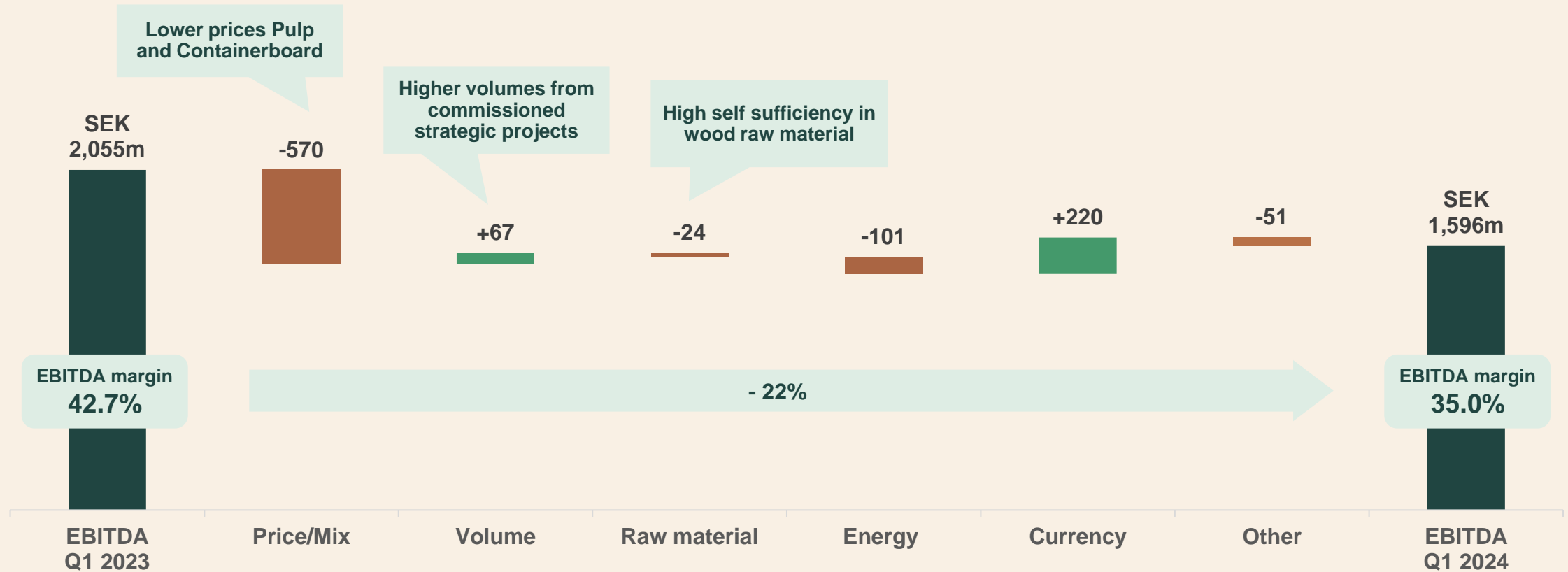


Note: Renewable Energy is a new segment from January 1, 2023.
Renewable Energy includes both net sales and other operating income.

Net sales Q1 2024 vs. Q1 2023



EBITDA Q1 2024 vs. Q1 2023



Cash flow

SEKm	Quarter	
	Q1 2024	Q1 2023
EBITDA	1,596	2,055
Revaluation of biological assets and other non cash flow items	-547	-458
Operating cash surplus	1,049	1,597
Change in working capital	-96	-150
Current capital expenditures	16	-279
Other operating cash flow	-292	35
Operating cash flow	677	1,203
Strategic capital expenditures	-176	-535

Balance sheet

SEKm	Mar 31, 2024	Dec 31, 2023
Forest assets	107,883	107,481
Working capital	4,419	4,321
Deferred tax relating to forest assets	-21,330	-21,277
Other capital employed	24,081	24,525
Total capital employed	115,053	115,050
Net debt	11,712	10,766
<i>Net debt/EBITDA</i>	1.8x	1.6x
Equity	103,341	104,284
<i>Net debt/Equity</i>	11%	10%

Summary

Ulf Larsson, CEO

Summary Q1 2024

Sequentially stronger market for fiber-based products, driving price increases

Increasing wood raw material costs and higher harvesting of own forest strengthens Forest result

Sales decreased 5% vs Q1 2023

- Price/mix -11%, currency +3%, volume +3%

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Q&A





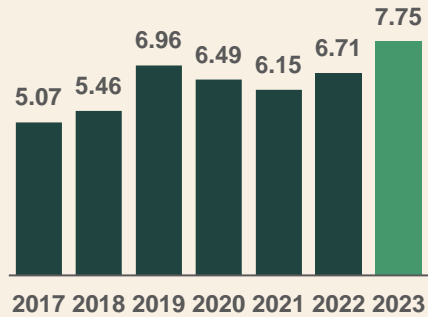
Europe's largest private forest owner

This presentation may contain forward-looking statements. The actual outcome could be materially different. Such statements are based on our current expectations and are subject to risks and uncertainties that could negatively affect our business. Please read SCA's most recent annual report for a better understanding of risks and uncertainties.

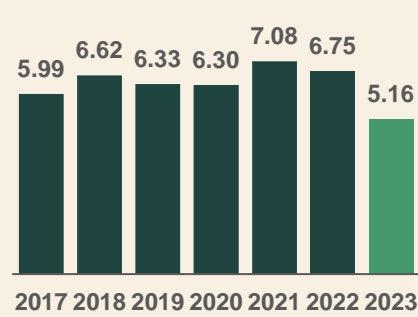
Contribution by segment

Forest

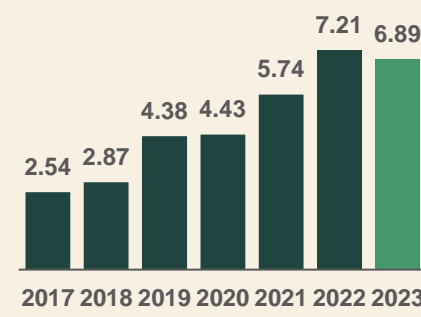
Net sales (SEKbn)



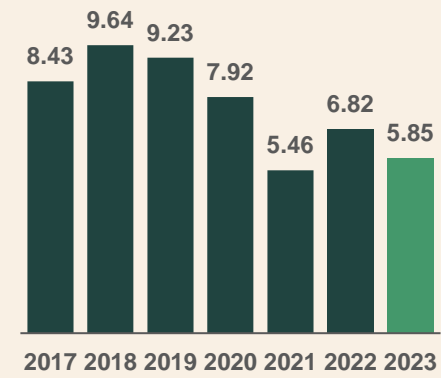
Wood



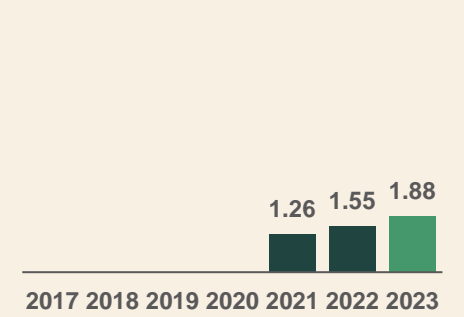
Pulp



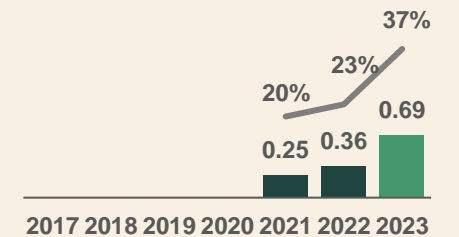
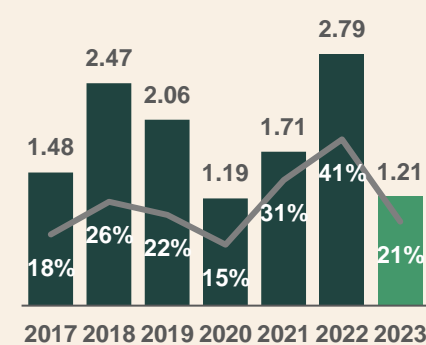
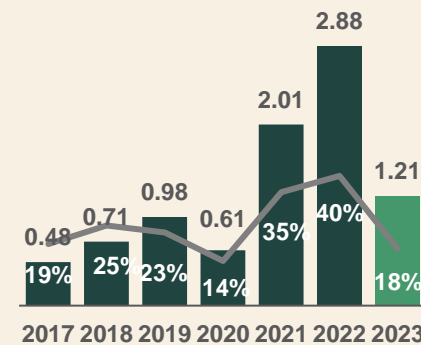
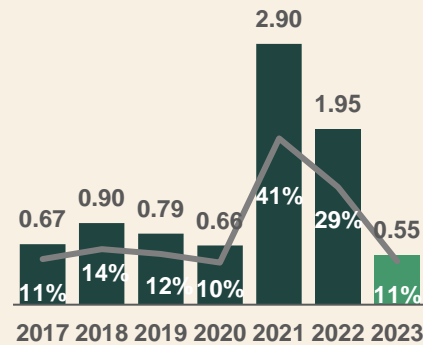
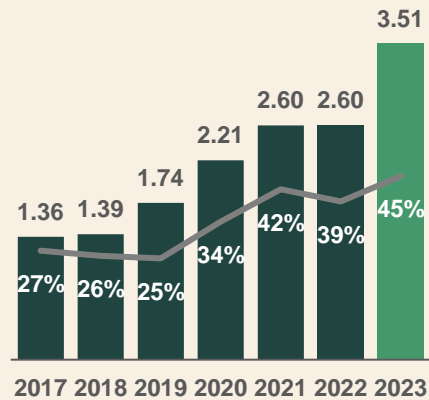
Containerboard



Renewable Energy



EBITDA (SEKbn) and EBITDA margin



Note: Publication Paper included in Containerboard figures up to and including 2020. Renewable Energy is a new segment from January 1, 2023 and includes both net sales and other operating income. Forest, Wood, Pulp and Kraftliner for years 2015-2020 includes comparative Energy operations moved 2021-2023.

