Delivering according to strategy

- Strong organic growth
- Acquisitions and strategic investments
- Increased share of value-added products and services
Strong earnings improvement

Strong development in H1 2007 vs. H1 2006

- Pre-tax profit up 18% to SEK 3,876m
- Net earnings up 21% to SEK 3,004m

Continued upward trend Q2 2007 vs. Q1 2007

- Strong volumes, positive price movements and lower energy costs
- Increased costs for raw materials
Group – Quarterly Development

SEKm

<table>
<thead>
<tr>
<th>Quarter</th>
<th>Sales</th>
<th>EBITDA margin</th>
</tr>
</thead>
<tbody>
<tr>
<td>Q2 2006</td>
<td>25,294</td>
<td>14.4%</td>
</tr>
<tr>
<td>Q3 2006</td>
<td>25,095</td>
<td>14.7%</td>
</tr>
<tr>
<td>Q4 2006</td>
<td>25,650</td>
<td>14.9%</td>
</tr>
<tr>
<td>Q1 2007</td>
<td>25,615</td>
<td>14.8%</td>
</tr>
<tr>
<td>Q2 2007</td>
<td>26,128</td>
<td>15.2%</td>
</tr>
</tbody>
</table>
SCA Group Sales and EBIT
H1 2007 compared with H1 2006

Sales

- Sales H1 2006: 50,694
- Personal Care: +288
- Tissue: +36
- Packaging: +180
- Forest Products: +366
- Other: +179
- Sales H1 2007: 51,743
- Sales: +2%
- Price/mix: +4.5%
- Volume: +1.5%
- Currency: -2%

EBIT

- EBIT H1 2006: 4,068
- Personal Care: +45
- Tissue: +51
- Packaging: +397
- Forest Products: +205
- Other: -36
- EBIT H1 2007: 4,730
- EBIT: +16%
- Price/mix: +49%
- Volume: +9%
- Energy: +9%
- Raw materials: -24%
- Currency: -5%
SCA Group Sales and EBIT
Q2 2007 compared with Q1 2007

Sales

- Sales Q1 2007: 25,615
- Personal Care: +223
- Tissue: +335
- Packaging: -342
- Forest Products: +254
- Other: +43
- Sales Q2 2007: 26,128

Sales: +2%
- Volume: +2%
- Price/mix: +1%

EBIT

- EBIT Q1 2007: 2,282
- Personal Care: +79
- Tissue: +74
- Packaging: -67
- Forest Products: +87
- Other: -7
- EBIT Q2 2007: 2,448

EBIT: +7%
- Price/mix: +12%
- Volume: +8%
- Energy: +8%
- Raw materials: -7%
Cash-flow Analysis
H1 2007 compared with H1 2006

- Operating cash surplus SEK 7,423m (6,878)
  - Higher cash flow from operations

- Cash flow from current operations SEK 919m (772)
  - Higher net working capital

- Cash flow before dividend SEK 2,827m (325)
  - Divestment of the packaging operations in North America

- Debt/equity ratio: 0.56 (0.70)

- Taxes:
  - Tax-rate 2007: 22.5%
  - Positive one-off effect in Q3 of SEK 400m
Personal Care – Quarterly Development

Q2/Q1 comments:

- Strong volumes, especially within the retail segment
- Increased sales of higher value products in institutional incontinence
Personal Care

- **Incontinence care**
  - Favourable launch of “Feel Dry” and recovered sales in institutional incontinence

- **Baby diapers**
  - Continued strong development for branded products, particularly high growth in Russia and Colombia
  - Good contribution from new pant diapers for retailers’ brands in Europe

- **Feminine care**
  - High growth of branded feminine care products in all markets
  - Launch of new product line with natural essences in Mexico and Central America – Saba’s new Confort line
Tissue – Quarterly Development

Q2/Q1 comments:

- Strong sales growth within AFH in North America
- Further improvements in the European consumer tissue operations
- Increased costs for raw materials
- Lower energy costs
Tissue

- **Consumer tissue**
  - Strategic shift towards a product portfolio with higher value in Europe

- **AFH tissue Americas**
  - Strong growth and increased share of value/proprietary products
    - New customer contracts
    - Completion of Tork launch in October

- **AFH tissue Europe**
  - Positive volume and price development

- **Tissue in China**
  - Successful IPO of Vinda
Packaging – Quarterly Development

Q2/Q1 comments:

- Strong development with increased prices
- Higher costs for recovered paper
- Lower energy costs
- Divestiture of North American packaging operations
Packaging

- **Containerboard**
  - Good market balance
  - Increases in raw material costs

- **Corrugated packaging**
  - Price increases under implementation, further improvements expected in H2
  - Continued market growth
Q2/Q1 comments:

- Strong volumes and higher prices in pulp, timber and solid-wood products
- Increased volumes in Publication papers but disappointing price development
- Higher raw material costs
Forest Products

- **Publication papers**
  - Competitive European market for magazine papers
  - Higher costs for recovered paper and wood

- **Pulp, timber and solid-wood products**
  - Continued favourable market for solid-wood products
  - Strong pulp markets
Summary

- Delivering according to strategy
  - Strong organic growth, acquisitions and strategic investments
  - Increased share of value-added products and services

- Stable financial outlook
  - High raw material costs and uncertain energy markets
  - Strong volumes, price increases and product mix improvements
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