SCA Interim Report
1 January – 31 March 2008

Jan Johansson
President and CEO
Beginning of 2008

- Good start of the year for the major part of our segments
- Strengthened market positions and higher prices
- Increased raw material and energy costs
- Packaging not able to fully offset higher costs
## Q1 2008 results

### SEK millions

<table>
<thead>
<tr>
<th></th>
<th>Q1 2008</th>
<th>Q1 2007</th>
<th>Change, %</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net sales</td>
<td>27,513</td>
<td>25,615</td>
<td>7</td>
</tr>
<tr>
<td>EBIT</td>
<td>2,471</td>
<td>2,282</td>
<td>8</td>
</tr>
<tr>
<td>EBIT-margin (%)</td>
<td>9.0</td>
<td>8.9</td>
<td></td>
</tr>
<tr>
<td>Profit before tax</td>
<td>1,946</td>
<td>1,863</td>
<td>4</td>
</tr>
<tr>
<td>Earnings per share (SEK)</td>
<td>2.18</td>
<td>2.04</td>
<td>7</td>
</tr>
<tr>
<td>Operating cash flow</td>
<td>856</td>
<td>1,062</td>
<td>-19</td>
</tr>
<tr>
<td>Debt/Equity ratio</td>
<td>0.58</td>
<td>0.57</td>
<td></td>
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</tbody>
</table>
Q1 2008 versus Q4 2007

Group
- Lower earnings mainly due to Packaging

Personal Care
- Slightly lower sales partly due to fewer invoicing days led to lower earnings

Tissue
- Higher earnings related to higher prices, positive development for the acquired business and a capital gain

Packaging
- Earnings decreased due to higher raw material and energy costs

Forest Products
- Lower earnings mainly related to solid wood products and publication paper
Personal Care
Personal Care

Sales

Q1 2007: 5,331
Q1 2008: 5,564

EBIT

Q1 2007: 679
EBIT-margin: 12.7%
Q1 2008: 745
EBIT-margin: 13.4%

Q1 comments

Incontinence care
- 5% sales growth
- 9% sales growth in Health Care in Europe
- Improved product mix

Baby diapers
- Slightly higher sales
- Technology upgrades in Europe
- Product mix improvements

Feminine care
- Strong sales increase driven by Europe

EBIT-margin
Tissue

**Sales**
- Q1 2007: 7,725
- Q1 2008: 9,279

**EBIT**
- Q1 2007: 339 (4.4%)
- Q1 2008: 546 (5.9%)

**Q1 comments**
- Sales growth related to acquisitions and price increases
- Higher raw material and energy costs

**Consumer Tissue**
- Organic sales growth driven by Eastern Europe

**AFH Tissue**
- Slightly higher sales
- Strengthened market position in U.S.
Packaging
Packaging

**Sales**

- Q1 2007: 8,070
- Q1 2008: 8,713

**EBIT**

- Q1 2007: 639
- Q1 2008: 608

**EBIT-margin**

- Q1 2007: 7.9%
- Q1 2008: 7.0%

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**Q1 comments**

- 8% organic sales growth
- Sales growth mainly related to price increases
- Higher prices not enough to offset increased raw material and energy costs
- EBIT -5% adjusted for divestment of North American packaging operation

*Excluding the North American packaging operation that was divested in 2007*
Forest Products
Forest Products

Sales

-4%

<table>
<thead>
<tr>
<th>Q1 2007</th>
<th>Q1 2008</th>
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<tbody>
<tr>
<td>4,472</td>
<td>4,290</td>
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</table>


EBIT

-1%

<table>
<thead>
<tr>
<th>Q1 2007</th>
<th>Q1 2008</th>
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<tbody>
<tr>
<td>663</td>
<td>655</td>
</tr>
</tbody>
</table>

EBIT-margin

14.8% 15.3%

Q1 comments

Publication papers

- Increased sales, mainly volume related
- Lower earnings due to higher raw material costs and currency effects

Solid wood products

- Lower prices and volumes
- Higher wood costs
Market trends 2008

- Good demand for the major part of our segments
- Positive price momentum
- Challenge to compensate for increasing costs in raw material and energy in parts of our business