



Interim report

Q1 2025

January–March 2025 compared with January–March 2024

- Net sales increased to SEK 5,161m (4,558). The sales increase was mainly driven by higher selling prices and higher delivery volumes in solid-wood products and pulp.
- EBITDA amounted to SEK 1,651m (1,596). Higher selling prices and higher delivery volumes had a positive impact on earnings, which were offset by higher raw material costs. Good cost control and a high rate of self-sufficiency in wood raw material reduced the impact of rising costs for wood raw material.
- EBITDA margin was 32.0% (35.0).
- Operating profit increased to SEK 1,119m (1,077).
- Operating cash flow amounted to SEK 485m (677).
- Earnings per share was SEK 1.14 (1.12).

January–March 2025 compared with October–December 2024

- Net sales were in line with the preceding quarter and amounted to SEK 5,161m (5,135). Higher delivery volumes were offset by negative exchange rate effects and lower selling prices.
- EBITDA amounted to SEK 1,651m (1,649) and EBITDA margin was 32.0% (32.1). Higher delivery volumes and lower costs for planned maintenance stops were offset by negative exchange rate effects and lower selling prices.

KEY FIGURES

SEKm	Quarter				
	2025:1	2024:1	%	2024:4	%
Net sales	5,161	4,558	13	5,135	1
EBITDA	1,651	1,596	3	1,649	0
EBITDA margin, %	32.0	35.0		32.1	
Operating profit	1,119	1,077	4	1,113	1
Net Profit	800	789	1	820	-2
Earnings per share SEK	1.14	1.12		1.17	
Operating cash flow	485	677		1,276	
Net Debt / EBITDA (LTM)	1.5x	1.8x		1.5x	

SUMMARY OF THE FIRST QUARTER OF 2025

SCA's earnings for the first quarter of 2025 increased slightly compared with the year-earlier quarter, and were in line with the preceding quarter. The high rate of self-sufficiency in primarily wood raw material, but also in energy and logistics, enabled good cost control and helped curb increasing costs for mainly wood raw material delivered to SCA's industries. Together with higher delivery volumes, this had a positive impact on earnings. Determined efforts to gradually ramp up production at the plants where SCA has made strategic capital expenditures are proceeding, and are expected to gradually contribute to increased production volumes and stronger cash flow generation in the years ahead. Tariffs and increased trade barriers, however, create uncertainty and risk affecting market conditions going forward.

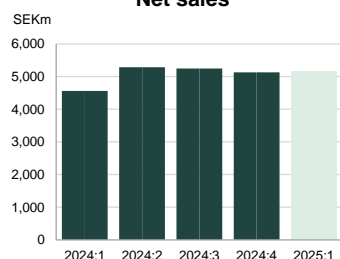
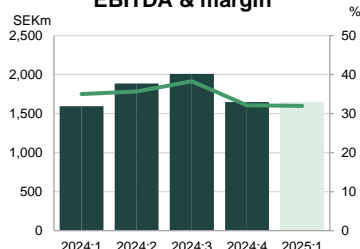
The supply of wood raw material to SCA's industries was stable during the quarter. The limited supply of wood raw material together with high demand has, however, led to a gradual increase in prices for both sawlogs and pulpwood.

Selling prices for solid-wood products increased somewhat compared with the preceding quarter, driven primarily by higher raw material costs. Demand remained cautious due to the uncertain construction and real estate market. SCA's strong and long-term customer relationships contributed to a higher delivery volume compared with the year-earlier quarter. Producer stocks in Sweden were in line with the end of the previous quarter, while customer stocks are estimated to be low.

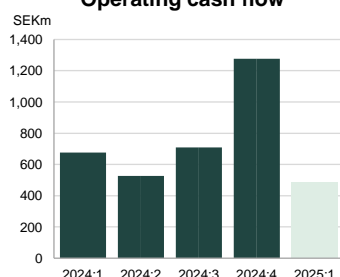
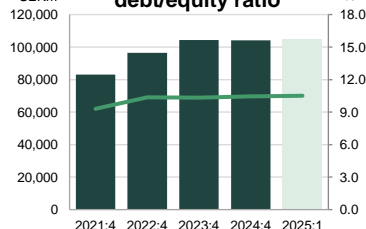
Average selling prices in the Pulp segment decreased compared with the preceding quarter. Global demand for pulp was at a healthy level during the first quarter of 2025, with successive price increases implemented for NBSK in both Europe and the US. SCA's delivery volumes were in line with the preceding quarter, but increased year on year. Global producer stocks were at a normal level.

SCA's average selling prices for packaging material decreased compared with the preceding quarter. However, selling prices were increased at the end of the first quarter with a gradual impact expected in the second quarter. Weak growth in European manufacturing had a negative impact on demand for packaging paper, while demand increased in e-commerce and non durables. SCA's delivery volumes increased compared with the preceding quarter, but decreased year on year. European producer stocks remained at normal levels.

Demand for solid biofuels was seasonally higher compared with the preceding quarter, but was negatively impacted by the mild winter compared with the year-earlier quarter. The market for liquid biofuels remained weak due to low blending requirements in Sweden combined with increased imports from China. The average price for tall oil and liquid biofuels were slightly higher compared with the preceding quarter, but lower year on year. Electricity prices in northern Sweden remained low during the first quarter. SCA's leasehold business in wind power was stable and at the end of the first quarter about 20% of installed wind power capacity in Sweden was on SCA's land.

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

	2025:1 vs 2024:1	2025:1 vs 2024:4
Total	13	1
Price/mix	6	-1
Volume	8	5
Currency	-1	-3

Operating cash flow**Equity and net debt/equity ratio****GROUP****SALES AND OPERATING PROFIT****January–March 2025 compared with January–March 2024**

Net sales amounted to SEK 5,161m (4,558), an increase of 13%, of which volume accounted for +8%, price/mix +6% and currency -1%.

EBITDA increased to SEK 1,651m (1,596), corresponding to an EBITDA margin of 32.0% (35.0). The change was mainly attributable to higher selling prices and higher delivery volumes, which were offset by higher raw material costs. Good cost control due to the high rate of self-sufficiency in primarily wood raw material reduced the impact of increased costs. The cost of planned maintenance stops was SEK 0m (0).

EBITDA excluding the revaluation of biological assets increased to SEK 1,206m (1,134).

Operating profit amounted to SEK 1,119m (1,077).

January–March 2025 compared with October–December 2024

Net sales amounted to SEK 5,161m (5,135), an increase of 1%, of which volume accounted for +5%, price/mix -1% and currency -3%.

EBITDA was in line with the year-earlier quarter and amounted to SEK 1,651m (1,649) corresponding to an EBITDA margin of 32.0% (32.1). Higher delivery volumes and lower costs for planned maintenance stops of SEK 0m (338) were offset by negative exchange rate effects and lower selling prices.

EBITDA excluding the revaluation of biological assets amounted to SEK 1,206m (1,194).

Operating profit was SEK 1,119m (1,113).

CASH FLOW**January–March 2025 compared with January–March 2024**

The operating cash surplus increased to SEK 1,204m (1,049). The cash flow effect of changes in working capital was SEK -850m (-96). Current capital expenditures, net, amounted to SEK -245m (16). Other operating cash flow was SEK +376m (-292). Operating cash flow was SEK 485m (677) (see Note 11).

Strategic capital expenditures totaled SEK -780m (-176) and tax received/paid amounted to SEK -34m (66) for the period. See page 13.

FINANCING

At March 31, 2025, net debt totaled SEK 10,999m, an increase during the quarter of SEK 114m. Net debt in relation to EBITDA amounted to 1.5x, compared with 1.5x in the preceding quarter. The debt/equity ratio amounted to 10.5% compared with 10.5% in the preceding quarter.

At March 31, 2025, gross debt amounted to SEK 15,201m, an increase during the quarter of SEK 293m, with an average maturity of 3.7 years (including the lease liability). The loan structure consists of bilateral bank loans and bonds. Unutilized credit facilities amounted to SEK 6,000m at March 31, 2025 and mature in 2029.

Financial items totaled SEK -114m compared with SEK -123m in the year-earlier period.

EQUITY**January–March 2025**

Equity increased by SEK 963m during the period to SEK 104,998m at March 31, 2025. Equity increased due to comprehensive income for the period of SEK 929m and other items of SEK 34m.

TAX**January–March 2025 compared with January–March 2024**

The Group's tax expense amounted to SEK 205m (165), corresponding to an effective tax rate of 20.4% (17.4).

CURRENCY EXPOSURE AND CURRENCY HEDGING

Due to a high proportion of exports, SCA's operations are sensitive to currency fluctuations. About 90% of sales are priced in currencies other than SEK, primarily EUR, USD and GBP. Most purchasing is conducted in SEK, while some purchasing is carried out in foreign currencies.

To reduce the risk of a weaker SEK, balance sheet items in foreign currency are hedged, as well as major decided and contracted expenses in foreign currency for investments in non-current assets. Added to this, a share of future net flows in the main currencies is hedged and, in some cases, for special order flows. At March 31, 2025, the company had hedged roughly the following shares of the expected net exposure from sales minus purchases.

Currency	Average rate	Share of expected net exposure, %			
		2025:2	2025:3	2025:4	2026:1
USD	10.57	70	70	50	20
EUR	11.48	70	45	20	0

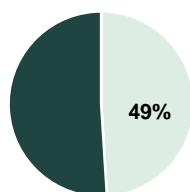
PLANNED MAINTENANCE STOPS

No planned maintenance stops were carried out in the first quarter of 2025. The estimated effect of the planned maintenance stops on earnings, calculated as the sum of the direct cost of the maintenance and lower fixed cost coverage from reduced capacity utilization during the stops, is shown in the table below.

SEKm	Actual				Total
	2024:1	2024:2	2024:3	2024:4	
Pulp	0	29	35	215	279
Containerboard	0	0	87	123	210
Total	0	29	122	338	489

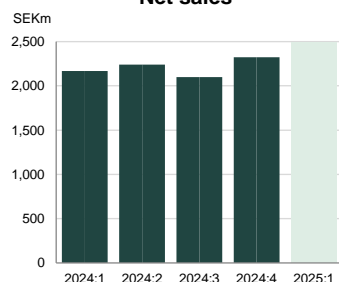
SEKm	Forecast				Total
	2025:1	2025:2	2025:3	2025:4	
Pulp	0	35	60	180	275
Containerboard	0	0	200	0	200
Total	0	35	260	180	475

Share of EBITDA Jan-Mar 2025*

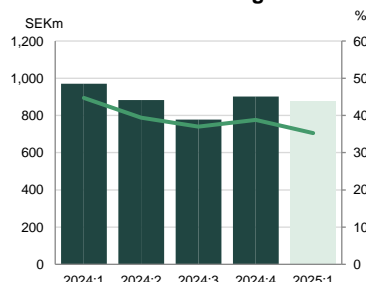


* share calculated of total EBITDA
excluding central costs

Net sales



EBITDA & margin



FOREST

SCA is Europe's largest private forest owner with a holding of 2.7 million hectares of forest land in Northern Sweden and the Baltic region. 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 CO₂ emissions.

SEKm	Quarter				
	2025:1	2024:1	%	2024:4	%
Net sales	2,486	2,169	15	2,323	7
EBITDA	879	970	-9	901	-2
Depreciation and amortization	-64	-60	7	-64	0
Operating profit	815	910	-10	837	-3
EBITDA margin, %	35.3	44.7		38.8	
Operating margin, %	32.8	42.0		36.0	
Return on capital employed, %	3.7	4.1		3.8	
Harvesting of own forest in Sweden, thousand m ³ sub	964	976	-1	1,531	-37
Revaluation of biological assets ¹	445	462	-4	455	-2

¹ 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.

Revaluation of forest assets

The value of SCA's total forest assets is based on the market price of forest transactions in the areas where SCA owns forests applied on SCA's standing volume. To determine the change in value of biological assets, a valuation model is used based on discounted cash flows. See Note 4.

January–March 2025 compared with January–March 2024

Net sales increased 15% to SEK 2,486m (2,169), primarily attributable to higher selling prices for sawlogs and pulpwood, as well as higher delivery volumes to SCA's industries.

EBITDA declined 9% to SEK 879m (970). The decrease was primarily attributable to the sale of a forest property during the first quarter of 2024 with an earnings impact of SEK 128m. Higher selling prices for sawlogs and pulpwood had a positive impact on earnings.

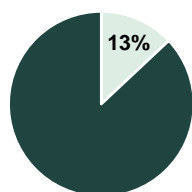
EBITDA excluding the revaluation of biological assets was SEK 434m (508).

January–March 2025 compared with October–December 2024

Net sales increased 7% to SEK 2,486m (2,323), primarily attributable to higher selling prices for sawlogs and pulpwood, as well as higher delivery volumes to SCA's industries.

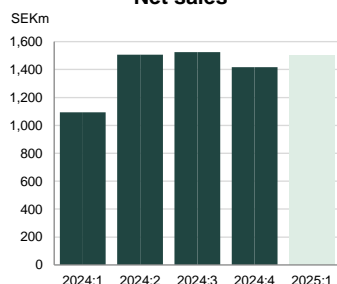
EBITDA declined 2% to SEK 879m (901). This decrease was primarily attributable to a seasonally lower share of harvesting from SCA-owned forest, which was offset by higher prices for sawlogs and pulpwood.

EBITDA excluding the revaluation of biological assets was SEK 434m (446).

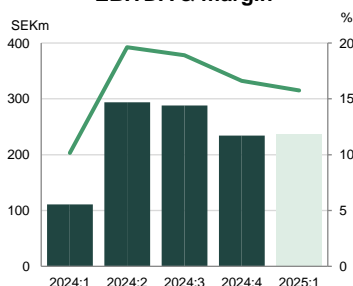
Share of EBITDA
Jan-Mar 2025*

* 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 m³ 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				
	2025:1	2024:1	%	2024:4	%
Net sales	1,498	1,093	37	1,416	6
EBITDA	236	111	113	234	1
Depreciation and amortization	-71	-67	6	-73	-3
Operating profit	165	44	275	161	2
EBITDA margin, %	15.8	10.2		16.6	
Operating margin, %	11.0	4.0		11.4	
Return on capital employed, %	17.9	4.9		17.5	
Deliveries, wood products, thousand m ³	524	403	30	504	4

January–March 2025 compared with January–March 2024

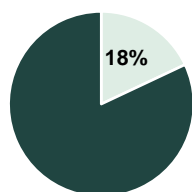
Net sales increased 37% to SEK 1,498m (1,093). The change was primarily attributable to higher delivery volumes and higher selling prices.

EBITDA increased 113% to SEK 236m (111). The increase was mainly explained by higher delivery volumes and higher selling prices, which were offset by higher raw material costs.

January–March 2025 compared with October–December 2024

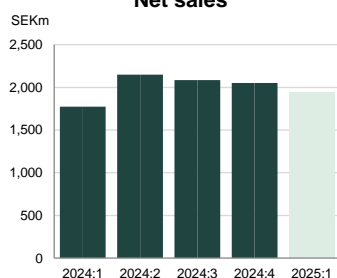
Net sales increased 6% to SEK 1,498m (1,416), which was mainly due to higher delivery volumes and higher selling prices.

EBITDA was in line with the preceding quarter and amounted to SEK 236m (234). Higher delivery volumes and higher selling prices were offset by higher raw material costs.

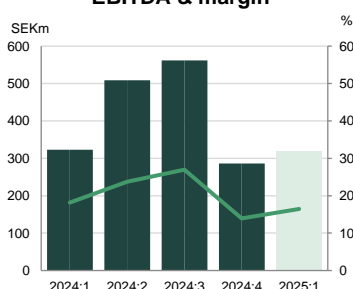
Share of EBITDA
Jan-Mar 2025*

* share calculated of total EBITDA
excluding central costs

Net sales



EBITDA & margin



PULP

SCA produces Northern bleached softwood kraft pulp (NBSK) at Östrand pulp mill and chemi-thermomechanical pulp (CTMP) at the Ortviken site in Sundsvall with a total capacity of more than 1 million tonnes per year, which is expected to increase to 1.2 million tonnes. The Östrand pulp mill is one of the largest and most cost-efficient production lines for NBSK in the world and is also a net producer of green electricity and produces biochemicals such as tall oil and turpentine.

SEKm	Quarter				
	2025:1	2024:1	%	2024:4	%
Net sales	1,940	1,774	9	2,052	-5
EBITDA	320	323	-1	286	12
Depreciation and amortization	-172	-169	2	-175	-2
Operating profit	148	154	-4	111	33
EBITDA margin, %	16.5	18.2		13.9	
Operating margin, %	7.6	8.7		5.4	
Return on capital employed, %	6.3	6.4		4.7	
Deliveries, pulp, thousand tonnes	257	233	10	257	0

January–March 2025 compared with January–March 2024

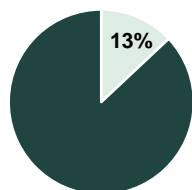
Net sales increased 9% to SEK 1,940m (1,774), driven primarily by higher delivery volumes.

EBITDA was in line with the year-earlier period and amounted to SEK 320m (323). The EBITDA margin was 16.5% (18.2). Higher selling prices for NBSK had a positive impact on earnings, which were offset by higher costs for wood raw material and lower selling prices for CTMP. The cost of planned maintenance stops was SEK 0m (0).

January–March 2025 compared with October–December 2024

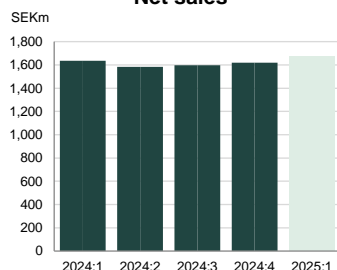
Net sales declined 5% to SEK 1,940m (2,052). The decline was mainly attributable to lower selling prices and negative exchange rate effects.

EBITDA increased 12% to SEK 320m (286). The increase was primarily due to lower costs for planned maintenance stops of SEK 0m (215), which was offset by lower selling prices and negative exchange rate effects.

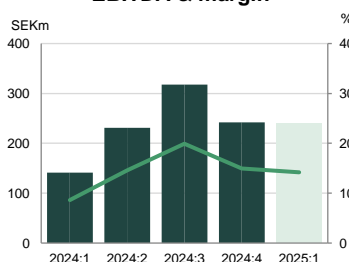
Share of EBITDA
Jan-Mar 2025*

* 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 more than 865,000 tonnes per year, which is expected to increase to 1,140,000 tonnes by 2026.

SEKm	Quarter				
	2025:1	2024:1	%	2024:4	%
Net sales	1,674	1,635	2	1,618	3
EBITDA	239	141	70	242	-1
Depreciation and amortization	-198	-195	2	-196	1
Operating profit	41	-54		46	-11
EBITDA margin, %	14.2	8.6		15.0	
Operating margin, %	2.5	-3.3		2.8	
Return on capital employed, %	1.5	-2.0		1.7	
Deliveries, kraftliner, thousand tonnes	235	252	-7	209	12

January–March 2025 compared with January–March 2024

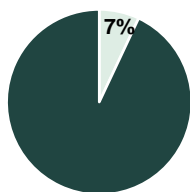
Net sales increased 2% to SEK 1,674m (1,635). Higher selling prices had a positive impact on net sales, which were offset by lower delivery volumes.

EBITDA increased 70% to SEK 239m (141). The increase was mainly attributable to higher selling prices, which were offset by higher raw material costs and negative exchange rate effects. The cost of planned maintenance stops was SEK 0m (0).

January–March 2025 compared with October–December 2024

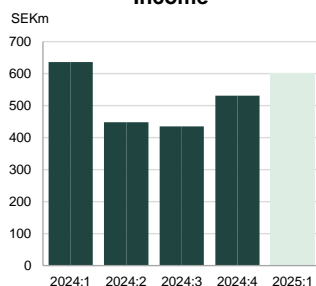
Net sales increased 3% to SEK 1,674m (1,618). The increase was mainly related to higher delivery volumes, which were offset by lower selling prices and negative exchange rate effects.

EBITDA was in line with the preceding quarter and amounted to SEK 239m (242). Lower selling prices and negative exchange rate effects were offset by lower costs for planned maintenance stops of SEK 0m (123) and higher delivery volumes.

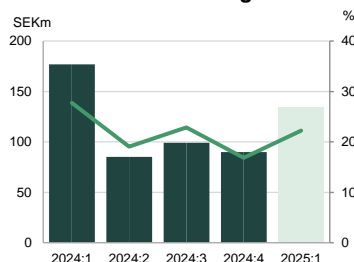
Share of EBITDA
Jan-Mar 2025*

* share calculated of total EBITDA
excluding central costs

Income



EBITDA & margin



RENEWABLE ENERGY

SCA produces tall oil, green electricity, refined and unrefined biofuels and liquid biofuels. SCA is one of Europe's largest producers of bioenergy, with annual production of about 11 TWh. SCA's industries and wind farm produce green electricity corresponding to approximately 1% of Swedish electricity consumption. SCA leases out land for the production of wind power and develops wind power projects on its own land, for sale and for the growth of the leasehold business.

SEKm	Quarter				
	2025:1	2024:1	%	2024:4	%
Revenue ¹	603	636	-5	531	14
EBITDA	134	177	-24	90	49
Depreciation and amortization	-18	-19	-5	-19	-5
Operating profit	116	158	-27	71	63
EBITDA margin, % ²	22.2	27.7		16.8	
Operating margin, % ²	19.1	24.8		13.3	
Return on capital employed, %	16.8	30.0		12.0	
Deliveries, renewable electricity from own wind production, GWh	49	45	9	75	-35

¹ Income consists of net sales and other operating income

² EBITDA and operating profit as share of income

January–March 2025 compared with January–March 2024

Income decreased 5% to SEK 603m (636). The decrease was primarily attributable to lower selling prices for tall oil and electricity.

EBITDA declined 24% to SEK 134m (177). The EBITDA margin was 22.2% (27.7). The decrease was primarily attributable to lower selling prices, higher raw material costs and lower delivery volumes.

January–March 2025 compared with October–December 2024

Income increased 14% to SEK 603m (531). The increase was primarily attributable to seasonally higher delivery volumes for bioenergy.

EBITDA increased 49% to SEK 134m (90). The increase was mainly attributable to seasonally higher deliveries of bioenergy and higher earnings in liquid biofuels, which were offset by lower electricity prices and delivery volumes in wind power.

FINANCIAL STATEMENTS

CONDENSED CONSOLIDATED INCOME STATEMENT

SEKm	Quarter				
	2025:1	2024:1	%	2024:4	%
Net sales	5,161	4,558	13	5,135	1
Other income	858	1,079	-20	794	8
Change in inventories	74	165	-55	33	124
Change in value in biological assets	445	462	-4	455	-2
Raw materials and consumables	-1,625	-1,412	15	-1,234	32
Personnel costs	-707	-706	0	-702	1
Other operating expenses	-2,553	-2,528	1	-2,763	-8
Result from associated companies and JV	-2	-22		-69	
EBITDA	1,651	1,596	3	1,649	0
Depreciation, amortization and impairment	-532	-519	3	-536	-1
Operating profit	1,119	1,077	4	1,113	1
Financial items	-114	-123		-108	
Profit before tax	1,005	954	5	1,005	0
Income tax	-205	-165		-185	
Net Profit for the period	800	789	1	820	-2
Earnings attributable to:					
Owners of the parent	800	789		820	
Non-controlling interests	0	-		-	
Margins, %					
EBITDA margin	32.0	35.0		32.1	
Operating margin	21.7	23.6		21.7	
Net margin	15.5	17.3		16.0	

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

SEKm	Quarter		
	2025:1	2024:1	2024:4
Profit for the period	800	789	820
Other comprehensive income for the period:			
Items that may not be reclassified to the income statement			
Change in value land assets	-191	-206	-1,760
Revaluation of defined benefit pension plans	238	554	-152
Income tax attributable to components of other comprehensive income	-10	-72	404
Total	37	276	-1,508
Items that have been or may be reclassified subsequently to the income statement			
Cash flow hedges	371	-282	-293
Hedge cost	-9	9	0
Translation differences in foreign operations	-195	141	58
Income tax attributable to components of other comprehensive income	-75	57	60
Total	92	-75	-175
Other comprehensive income for the period, net of tax	129	201	-1,683
Total comprehensive income for the period	929	990	-863
Total comprehensive income attributable to:			
Owners of the parent	929	990	-863
Non-controlling interests	0	-	-

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

SEKm	Jan-Mar	
	2025	2024
Attributable to owners of the parent		
Value, beginning of the period	104,035	104,284
Total comprehensive income for the period	929	990
Cash flow hedge transferred to cost of hedged investments	24	-2
Tax on cash flow hedge transferred to cost of hedged investments	-5	0
Dividend, approved	-	-1,931
Value, end of the period	104,983	103,341
Non-controlling interests		
Value, beginning of the period	-	-
Total comprehensive income for the period	0	-
Capital contribution from non-controlling interest	15	-
Value, end of the period	15	-
Total equity, value end of the period	104,998	103,341

CONDENSED CONSOLIDATED BALANCE SHEET

SEKm	Mar 31, 2025	Dec 31, 2024
ASSETS		
Non-current assets		
Intangible assets	1,110	1,025
Buildings, land, machinery and equipment	25,208	25,239
Forest assets	107,361	107,329
<i>of which land assets</i>	46,683	46,974
<i>of which biological assets</i>	60,678	60,355
Right-of-use assets	531	573
Other non-current assets	4,033	3,797
Total non-current assets	138,243	137,963
Current assets		
Inventories	5,590	5,730
Trade receivables	3,639	3,279
Other current receivables	1,309	963
Cash and cash equivalents	1,327	1,328
Total current assets	11,865	11,300
Total assets	150,108	149,263
EQUITY AND LIABILITIES		
Equity		
Owners of the Parent		
Share capital	2,350	2,350
Share premium	6,830	6,830
Reserves	35,326	35,367
Retained earnings including net profit for the period	60,477	59,488
Non-controlling interests	15	-
Total equity	104,998	104,035
Non-current liabilities		
Non-current financial liabilities	12,406	11,519
Provisions for pensions	240	325
Deferred tax liabilities	24,601	24,348
Other non-current liabilities and other provisions	57	58
Total non-current liabilities	37,304	36,250
Current liabilities		
Current financial liabilities	2,555	3,064
Trade payables	3,776	4,440
Other current liabilities and other provisions	1,475	1,474
Total current liabilities	7,806	8,978
Total liabilities	45,110	45,228
Total liabilities and equity	150,108	149,263

CONSOLIDATED CASH FLOW STATEMENT

SEKm	Jan-Mar	
	2025	2024
Operating activities		
Profit before tax	1,005	954
<i>of which received interest</i>	2	4
<i>of which paid interest</i>	-113	-136
Adjustment for non-cash items ¹	55	-13
Change in liabilities regarding restructuring costs	-3	-1
Paid tax	-34	66
Cash flow from operating activities before changes in working capital	1,023	1,006
Cash flow from changes in working capital		
Change in inventories	137	-59
Change in operating receivables	-443	-324
Change in operating liabilities	-57	-53
Cash flow from operating activities	660	570
Investing activities		
Current capital expenditures in intangible and tangible assets	-245	-206
Sale of tangible assets	13	309
Strategic capital expenditures in intangible and tangible assets	-780	-176
Acquisition and disposal of financial asset	-16	-6
Cash flow from investing activities	-1,028	-79
Financing activities		
Loans raised	1,000	1,644
Amortization of debt	-573	-93
Amortization of debt, leasing	-55	-52
Cash flow from financing activities	372	1,499
Net cash flow for the period	4	1,990
Cash and cash equivalents at the beginning of the period	1,328	502
Translation differences in cash and cash equivalents	-5	3
Cash and cash equivalents at the end of the period	1,327	2,495
¹ Depreciation/amortization and impairment of non-current assets	532	519
Fair-value measurement of biological assets	-445	-462
Gains/loss on assets sales and swaps of assets	22	-110
Unrealized result on hedged items	-112	48
Accrued interest	-1	9
Other	59	-17
Total	55	-13

NOTES

1. ACCOUNTING PRINCIPLES

This interim report has been prepared in accordance with IAS 34 and recommendation RFR 1 of the Swedish Corporate Reporting Board and RFR 2 for the Parent Company. Applied accounting principles are described in detail in SCA's Annual Report for 2024. New or revised IFRSs and interpretations from IFRIC have not had and are not expected to have any material effect on the Group's or the Parent Company's financial statements.

2. RISKS AND UNCERTAINTIES

SCA's risk exposure and risk management are described on pages 67–75 of SCA's 2024 Annual Report. Tariffs and increased trade barriers create uncertainty and risk affecting market conditions going forward.

3. REVENUE FROM CONTRACTS WITH CUSTOMERS

Net sales by segment

SEKm	Jan-Mar 2025						
	Forest	Wood	Pulp	Containerboard	Renewable Energy	Eliminations	Total
Sweden	2,442	145	256	134	2	-2,439	540
USA	-	78	371	67	-	-	516
United Kingdom	-	13	153	373	-	-	539
Germany	-	132	74	259	-	-	465
Rest of Europe	44	774	704	701	-	-	2,223
Asia	-	154	333	25	-	-	512
Rest of world	-	202	49	115	-	-	366
Total Group	2,486	1,498	1,940	1,674	2	-2,439	5,161

SEKm	Jan-Mar 2024						
	Forest	Wood	Pulp	Containerboard	Renewable Energy	Eliminations	Total
Sweden	2,131	563	295	106	18	-2,131	982
USA	-	71	317	62	-	-	450
United Kingdom	-	10	162	368	-	-	540
Germany	-	99	63	237	-	-	399
Rest of Europe	38	195	697	600	-	-	1,530
Asia	-	122	184	121	-	-	427
Rest of world	-	33	56	141	-	-	230
Total Group	2,169	1,093	1,774	1,635	18	-2,131	4,558

4. FOREST VALUATION

Accounting principles

The accounting principles for forest assets are described in Note D3 of SCA's Annual Report for 2024.

Key assessments and assumptions

SCA bases its valuation of forest assets 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. To determine the change in value of biological assets, a valuation model is used based on discounted cash flows, with the value mainly impacted by timber prices, harvesting costs, harvested volume and the discount rate. The value of land assets is calculated as the total value of forest assets based on forest transactions less the value of the biological assets.

At December 31, 2024, the expected total standing timber volume was estimated at approximately 274 million m³fo, of which about 8 million m³fo in the Baltic region. The three-year average market price used in valuation of SCA's forest assets at December 31, 2024 was SEK 388/m³fo for the Swedish holdings and EUR 44.0/m³fo for the Baltic holdings. The total value of forest assets was SEK 107,329m. At December 31, 2025, the standing volume of the forest holding is estimated at approximately 277 million m³fo, of which about 8 million m³fo in the Baltic region. The estimated change in value driven by the growth of standing timber volume is accrued over the course of the year. At March 31, 2025, approximately one quarter of the expected annual change in value was recognized. The change in value of biological assets was SEK 445m at March 31, 2025 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 amounted to SEK -191m and is recognized as other comprehensive income with no effect on profit for the year. Other items, including investments, amounted to SEK -222m. At March 31, 2025, the total value of forest assets amounted to SEK 107,361m.

Forest assets

SEKm	Mar 31, 2025	Dec 31, 2024
Forest assets in Sweden	103,397	103,145
Forest assets in the Baltic states	3,964	4,184
Totalt value of forest assets	107,361	107,329
Deferred tax on forest assets	21,205	21,155

5. OTHER PROVISIONS**Accounting principles**

The accounting principles for other provisions are described in detail in Note D8 of SCA's 2024 Annual Report.

SEKm	Environment	Other	Total
Value January 1, 2025	206	23	229
Provisions	12	-	12
Utilization	0	-3	-3
Reclassifications	-69	-	-69
Value March 31, 2025	149	20	169
Provisions comprise:			
Long-term component			56
Short-term component			113

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

SCA's policies for the recognition of derivatives and hedge accounting are presented in SCA's 2024 Annual Report, Note E6.

SEKm	Measure- ment level	Mar 31, 2025	Dec 31, 2024
Financial assets measured at fair value in the income statement			
Derivatives - Current financial assets	2	1	1
Derivatives - Other current receivables	2	79	8
Total		80	9
Financial liabilities measured at fair value in the income statement			
Derivatives - Current financial liabilities	2	0	3
Derivatives - Other current liabilities	2	7	45
Total		7	48
Financial assets measured at fair value through other comprehensive income			
Equity instruments	3	14	14
Total		14	14
Financial liabilities measured at amortized cost			
Non-current financial liabilities excluding leasing	-	12,032	11,107
Non-current financial liabilities, leasing	-	366	402
Current financial liabilities excluding leasing	-	2,357	2,857
Current financial liabilities, leasing	-	198	204
Total		14,953	14,570
Derivatives used for hedge accounting			
Non-current financial assets	2	40	39
Other non-current assets	2	0	0
Other current receivables	2	260	22
Total		300	61
Derivatives used for hedge accounting			
Non-current financial liabilities	2	8	10
Other non-current liabilities	2	2	-
Other current liabilities	2	80	225
Total		90	235

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 14,304m (13,851). 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.

8. TAXES

The Group is subject to the OECD Pillar 2 model rules. The legislation requires the Parent Company to pay a top-up tax on the profits in its subsidiaries, which are taxed at an effective rate of less than 15%. SCA has evaluated its exposure to top-up taxes according to Pillar 2 and has determined that no top-up tax needs to be reported in the first quarter.

9. SHARE DISTRIBUTION AND EARNINGS PER SHARE

Share distribution

	Quarter		
	2025:1	2024:1	2024:4
Number of A shares	62,866,430	64,435,149	63,700,307
Number of B shares	639,476,059	637,907,340	638,642,182
Registered number of shares	702,342,489	702,342,489	702,342,489

At the end of the period, the proportion of Class A shares was 9.0%. In the first quarter, a total of 833,877 Class A shares were converted to Class B shares at the request of shareholders. The total number of votes in the company amounts to 1,268,140,359.

Earnings per share

	Quarter		
	2025:1	2024:1	2024:4
Profit for the year attributable to owners of the Parent, SEKm	800	789	820
Profit for the year per share non-controlling interest, SEKm	0	-	-
Average number of shares, millions	702	702	702
Earnings per share, SEK - owners of the Parent	1.14	1.12	1.17

10. CONTINGENT LIABILITIES AND COMMITMENTS

SEKm	Parent		Group	
	Mar 31, 2025	Dec 31, 2024	Mar 31, 2025	Dec 31, 2024
Contingent liabilities				
Guarantees for subsidiaries	861	1,552	5	25
associates	214	250	5	5
customers and others	-	-	28	28
Other contingent liabilities	2	2	25	26
Total	1,077	1,804	63	84

SCA has a decided investment in wind power projects totaling SEK 1,715m over a two-year period. As of March 31, 2025, SEK 441m (583) remained as contracted commitments and SEK 14m in accounts payable. The commitments pertain entirely to non-current assets.

SCA has, through a wholly owned subsidiary, undertaken to repay debt raised by a joint venture. At March 31, 2025, the SCA Group's undertaking amounted to SEK 109m (94).

11. ALTERNATIVE PERFORMANCE MEASURES

For definitions of alternative performance measures, refer to SCA's 2024 Annual Report, pages 95–97.

Operating cash flow

SEKm	Quarter		
	2025:1	2024:1	2024:4
EBITDA	1,651	1,596	1,649
Changes in biological assets and other non cash flow items	-447	-547	-443
Operating cash surplus	1,204	1,049	1,206
Change in working capital	-850	-96	889
Current capital expenditures, net ¹	-245	16	-479
Other operating cash flow	376	-292	-340
Operating cash flow	485	677	1,276
¹ Including following values from new leasing contracts:	-12	-87	-61

Capital structure

SEKm	Mar 31, 2025	Dec 31, 2024
Total assets	150,108	149,263
Financial assets	-4,202	-4,023
Long term, non-interest bearing liabilities	-24,658	-24,406
Short term, non-interest bearing liabilities	-5,251	-5,914
Total capital employed	115,997	114,920
Net debt, SEKm	10,999	10,885
Net debt/EBITDA (LTM) ¹	1.5x	1.5x
Equity, SEKm	104,998	104,035
Net debt/Equity (%)	10.5	10.5

¹ Last Twelve Months

Return on capital employed

%	Quarter			LTM ¹	Full year
	2025:1	2024:1	2024:4	31 mar 2025	2024
Return on capital employed	3.9	3.7	3.8	4.4	4.4
Return on capital employed, industrial	6.0	3.4	4.9	8.0	7.3

¹ Last Twelve Months

Working capital

SEKm	Mar 31, 2025	Dec 31, 2024
Inventories	5,590	5,730
Trade receivable	3,639	3,279
Other current receivables	1,168	803
Trade payable	-3,554	-3,774
Other current liabilities	-1,230	-1,270
Working capital	5,613	4,768

Net debt

SEKm	Mar 31, 2025	Dec 31, 2024
Surplus in funded pension plans	2,615	2,448
Non-current financial assets	168	155
Current financial assets	92	92
Cash and cash equivalents	1,327	1,328
Financial receivables	4,202	4,023
Non-current financial liabilities	12,406	11,519
Provisions for pensions	240	325
Current financial liabilities	2,555	3,064
Financial liabilities	15,201	14,908
Net debt	-10,999	-10,885

12. QUARTERLY DATA BY SEGMENT

NET SALES

	Quarter					
SEKm	2025:1	2024:4	2024:3	2024:2	2024:1	2023:4
Forest	2,486	2,323	2,099	2,239	2,169	1,994
Wood	1,498	1,416	1,524	1,506	1,093	1,264
Pulp	1,940	2,052	2,085	2,147	1,774	1,616
Containerboard	1,674	1,618	1,597	1,584	1,635	1,460
Renewable energy	2	5	3	6	18	11
Intra-group deliveries	-2,439	-2,279	-2,060	-2,191	-2,131	-1,961
Total net sales	5,161	5,135	5,248	5,291	4,558	4,384

EBITDA

	Quarter					
SEKm	2025:1	2024:4	2024:3	2024:2	2024:1	2023:4
Forest	879	901	777	883	970	1,189
Wood	236	234	288	294	111	65
Pulp	320	286	562	509	323	67
Containerboard	239	242	318	231	141	292
Renewable energy	134	90	99	85	177	172
Other	-157	-104	-34	-114	-126	-150
Total EBITDA	1,651	1,649	2,010	1,888	1,596	1,635

EBITDA MARGIN

	Quarter					
%	2025:1	2024:4	2024:3	2024:2	2024:1	2023:4
Forest	35.3	38.8	37.0	39.4	44.7	59.6
Wood	15.8	16.6	18.9	19.6	10.2	5.2
Pulp	16.5	13.9	27.0	23.7	18.2	4.2
Containerboard	14.2	15.0	19.9	14.6	8.6	20.0
Renewable energy ¹	22.2	16.8	22.9	19.1	27.7	31.1
EBITDA margin	32.0	32.1	38.3	35.7	35.0	37.3

Operating profit

	Quarter					
SEKm	2025:1	2024:4	2024:3	2024:2	2024:1	2023:4
Forest	815	837	714	821	910	1,129
Wood	165	161	215	222	44	1
Pulp	148	111	391	341	154	-97
Containerboard	41	46	117	33	-54	92
Renewable energy	116	71	81	67	158	153
Other	-166	-113	-42	-123	-135	-159
Total operating profit	1,119	1,113	1,476	1,361	1,077	1,119

¹ EBITDA as share of Revenue.

Renewable energy's income amounted to	603	531	435	448	636	552
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PARENT COMPANY

CONDENSED INCOME STATEMENT

SEKm	Jan-Mar	
	2025	2024
Other operating income	75	90
Other operating expenses	-52	-61
Personnel costs	-23	-30
EBITDA	0	-1
Depreciation and impairment	-27	-24
Operating profit	-27	-25
Financial items	41	101
Profit after financial items	14	76
Appropriations	134	120
Profit before tax	148	196
Income tax	-30	-40
Profit for the period	118	156

Other operating income was mainly related to remuneration for the granting of felling rights for the Parent Company's forest assets. Other comprehensive income was the same as profit for the period.

CONDENSED BALANCE SHEET

SEKm	Mar 31, 2025	Dec 31, 2024
Tangible non-current assets	9,388	9,382
Non-current financial assets	12,240	12,153
Total non-current assets	21,628	21,535
Current assets	15,360	16,080
Total assets	36,988	37,615
Restricted equity	11,373	11,373
Non-restricted equity	8,634	8,516
Total equity	20,007	19,889
Provisions	1,787	1,777
Non-current liabilities	12,042	11,117
Current liabilities	3,152	4,832
Total equity, provisions and liabilities	36,988	37,615

INVITATION TO PRESS CONFERENCE

A webcast press conference will be held where this interim report will be presented by the President and CEO, Ulf Larsson, and by the CFO, Andreas Ewertz, on Friday, April 25 starting at 10:00 a.m.

The press conference will be webcast live at www.sca.com. It is also possible to participate by telephone by calling:

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USA: +1 786 697 3501

Specify "SCA Q1".

Sundsvall, April 25, 2025

SVENSKA CELLULOSA AKTIEBOLAGET SCA (publ)

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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 April 25, 2025 at 8:00 a.m. CEST. The report has not been reviewed by the company's auditors.

Anders Edholm, SVP Sustainability and Communications, +46 (0)60 19 32 12

FUTURE EVENTS

Half-year report, Q2 2025	Published July 25, 2025
Interim report, Q3 2025	Published October 24, 2025
Year-end report, Q4 2025	Published January 30, 2026