

January-September 2021 compared with January-September 2020

- Net sales amounted to SEK 14,059m (13,818). The increase was primarily attributable to higher selling prices in all product areas. The discontinued publication paper operations (see page 5) and the divestment of Wood Supply UK (see page 7) had a negative impact on sales. Excluding these effects, net sales increased by 26%.
- EBITDA increased 106% to SEK 6,303m (3,063¹). The increase was mainly attributable to higher selling prices in all product areas and a stable, low cost level. EBITDA margin increased with 23 percentage points (of which 8 resulted from the discontinuation of publication paper operations and the divestment of Wood Supply UK) and was 44.8% (22.1¹).
- Operating profit increased to SEK 5,226m (1,853¹)
- Operating cash flow amounted to SEK 3,453m (1,731)
- Earnings per share increased to SEK 5.85 (2.02¹)

July-September 2021 compared with July-September 2020

- Net sales amounted to SEK 5,077m (4,338). The increase was mainly attributable to higher selling prices, which was offset by the discontinuation of publication paper operations and the divestment of Wood Supply UK.
- EBITDA amounted to SEK 2,684m (1,032¹) and EBITDA margin increased to 52.9% (23.8¹).

July-September 2021 compared with April-June 2021

- Net sales increased by 6% to SEK 5,077m (4,810). The change was mainly attributable to higher selling prices, which was offset by lower delivery volumes.
- EBITDA amounted to SEK 2,684m (2,260) and EBITDA margin increased to 52.9% (47.0)

KEY FIGURES

SEKm	Quarter					Jan-Sep		
	2021:3	2020:3 ¹	%	2021:2	%	2021	2020 ¹	%
Net sales	5,077	4,338	17	4,810	6	14,059	13,818	2
EBITDA	2,684	1,032	160	2,260	19	6,303	3,063	106
EBITDA margin (%)	52.9	23.8		47.0		44.8	22.1	
Operating profit	2,298	624	268	1,881	22	5,226	1,853	182
Net Profit	1,821	475	283	1,483	23	4,106	1,417	190
Earnings per share SEK	2.59	0.68		2.11		5.85	2.02	
Operating cash flow	1,872	1,118		1,106		3,453	1,731	
Net Debt / EBITDA (LTM)	1.0x	2.0x		1.4x		1.0x	2.0x	

¹ Excluding the effect of one-off items related to the discontinuation of publication paper operations which were reported in Q3 2020. For further details and comparison including effects of those one-off items, see note 9.

SUMMARY OF THE THIRD QUARTER OF 2021

Earnings for the third quarter of 2021 improved compared with the preceding quarter and the year-earlier quarter, despite significant planned maintenance stops carried out during the period. Higher selling prices in all product areas had a positive impact on earnings.

The supply of wood to SCA's industries was stable during the quarter. The price of pulpwood remained stable compared with the preceding period while the price of timber increased slightly in northern Sweden due to high demand.

Demand has been strong for solid-wood products for some time in most geographies, which has resulted in low inventory levels across the value chain and in turn led to a significant increase in market prices compared with the preceding quarter.

Delivery volumes in the Pulp segment decreased compared with the preceding quarter, due primarily to inventory build-up prior to the planned maintenance stop that began at the end of the period. Selling prices increased mainly due to continued healthy demand in Europe.

Demand for kraftliner was strong during the quarter, driven by higher global demand for packaging. Market prices increased compared with the preceding quarter. Two planned maintenance stops took place during the period, which limited production and delivery volumes slightly. The expansion project at Obbola is progressing in line with schedule and budget. A successful start-up of the upgraded fiber line and recovery boiler took place during the period.

GROUP

SALES AND OPERATING PROFIT

January-September 2021 compared with January-September 2020

Net sales amounted to SEK 14,059m (13,818), an increase of 2%, of which price/mix accounted for 26%, discontinuations -14%, divestments -10%, volume 4% and currency-4%. Excluding the negative effects from the discontinuation of publication paper operations and the divestment of Wood Supply UK in the fourth quarter of 2020, net sales increased by 26%. Higher selling prices in all product areas and higher delivery volumes had a positive effect on sales, partly offset by negative exchange rate effects.

EBITDA increased to SEK 6,303m (3,063¹), corresponding to an EBITDA margin of 44.8% (22.1¹). The change was mainly attributable to higher selling prices in all product areas, which was partly offset by negative exchange rate effects. The cost of planned maintenance stops amounted to SEK 171m (130).

Operating profit amounted to SEK 5,226m (1,853¹).

July-September 2021 compared with July-September 2020

Net sales increased 17% to SEK 5,077m (4,338), of which price/mix accounted for 44%, discontinuations -16%, divestments -11%, volume 3% and currency -3%. The increase was attributable to higher selling prices in all product areas and higher delivery volumes. The discontinued publication paper operations, divestment of Wood Supply UK in the fourth quarter of 2020 and exchange rate effects all had a negative impact on sales.

EBITDA amounted to SEK 2,684m (1,032¹), corresponding to an EBITDA margin of 52.9% (23.8¹). The increase mainly relates to higher selling prices in all product areas, which were offset by negative exchange rate effects and higher costs for planned maintenance stops of SEK 171m (62).

Operating profit amounted to SEK 2,298m (624¹).

July-September 2021 compared with April-June 2021

Net sales increased 6% to SEK 5,077m (4,810), of which price/mix accounted for 19%, volume -11%, discontinuations -2% and currency 0%. The increase was mainly attributable to higher selling prices in all product areas, which were offset by lower delivery volumes.

EBITDA amounted to SEK 2,684m (2,260), corresponding to an EBITDA margin of 52.9% (47.0). The change was mainly attributable to higher selling prices in all product areas. Earnings were negatively impacted by lower delivery volumes and a seasonally lower share of harvesting from SCA-owned forest. The cost of planned maintenance stops amounted to SEK 171m (0).

Operating profit amounted to SEK 2,998m (1,881).

CASH FLOW

January-September 2021 compared with January-September 2020

The operating cash surplus amounted to SEK 5,164m (2,168). The cash flow effect from changes in working capital was SEK -630m (523). Expenditures related to the discontinuation of publication paper operations amounted to SEK -336m (0). Net current capital expenditures totaled SEK -804m (-926). Operating cash flow was SEK 3,453m (1,731) (see Note 9).

Strategic capital expenditures totaled SEK -2,239m (-1,157) (see page 5). Cash flow after dividend for the period was SEK -156m (1,863) (see page 15).

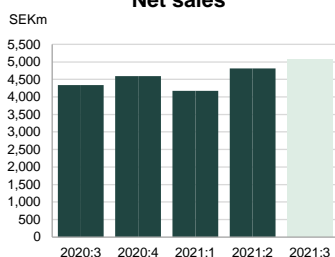
FINANCING

At September 30, 2021, net debt totaled SEK 7,631m, a decrease during the quarter of SEK 605m. Net debt in relation to EBITDA amounted to 1.0x compared with 1.4x in the preceding quarter.

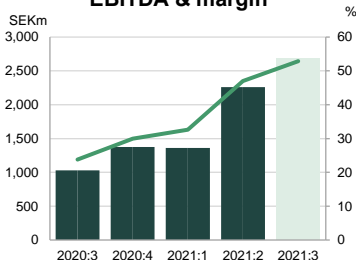
At September 30, 2021, gross debt amounted to SEK 10,546m, with an average maturity of 4.7 years (including the lease liability). The loan structure consists of bonds and bilateral bank loans.

¹ Excluding the effect of one-off items related to the discontinuation of publication paper operation, which were reported in the third quarter of 2020. For more information and comparisons including the effect of these one-off items, see Note 9.

Net sales



EBITDA & margin

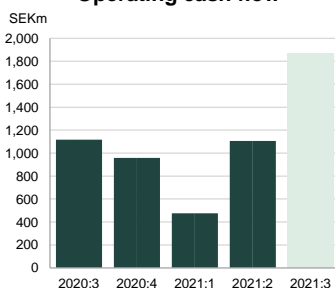


Note: EBITDA 2020:3 and 2020:4 shown excluding the effects of discontinuation of publication paper

Change in net sales (%)

	2109 vs 2009	2021:3 vs 2020:3	2021:3 vs 2021:2
Total	2	17	6
Price/mix	26	44	19
Volume	4	3	-11
Currency	-4	-3	0
Divestment	-10	-11	0
Discontinuation	-14	-16	-2

Operating cash flow



Unutilized credit facilities amounted to approximately SEK 8.9bn at September 30, 2021, of which the largest portion falls due in 2026. In the third quarter of 2021, financial items totaled SEK -24m compared with SEK -28m in the same period last year.

SCA signed a loan agreement in October with EIB in an amount of EUR 300m. The agreement is based on the sustainability value of the ongoing investment in production capacity increases in the kraftliner mill in Obbola. The loan agreement is a committed credit facility available for long term financing during the coming 2.5 years.

TAX

January-September 2021 compared with January-September 2020

The Group's tax expense amounted to SEK -1,041m (6), corresponding to a tax rate of 20.2%. In the third quarter last year tax income was recognized due to one-off items related to the discontinuation of publication paper operations.

EQUITY

January-September 2021

Total consolidated equity increased by SEK 3,989m during the period, to SEK 76,152m at September 30, 2021. Equity increased due to comprehensive income for the period of SEK 5,369m and other items of SEK 25m, and decreased due to the dividend of SEK 1,405m.

CURRENCY EXPOSURE AND CURRENCY HEDGING

Due to a high proportion of exports, SCA's operations are sensitive to currency fluctuations. About 85% of sales are priced in currencies other than SEK, primarily EUR, USD and GBP. Most purchasing is conducted in SEK. SCA's currency exposure and currency management are described on page 70 of SCA's Annual and Sustainability Report for 2020.

The company has hedged about 60% of the expected EUR net exposure from sales minus purchases up until the end of the first quarter of 2022, as well as approximately 40% for the second quarter of 2022 and 20% for the third quarter of 2022, at the average EUR/SEK exchange rate of 10.28.

The company has hedged about 70% of the expected USD net exposure from sales minus purchases up until the end of the first quarter of 2022, as well as approximately 50% for the second quarter of 2022 and 25% for the third quarter of 2022, at the average USD/SEK exchange rate of 8.56.

The company has hedged about 50% of the expected GBP net exposure from sales minus purchases up until the end of the first quarter of 2022, as well as approximately 30% for the second quarter of 2022 and 15% for the third quarter of 2022, at the average GBP/SEK exchange rate of 11.90.

PLANNED MAINTENANCE STOPS

In the third quarter of 2021, planned maintenance stops were carried out at the kraftliner mills in Munksund and Obbola (Containerboard). One planned maintenance stop at the pulp mill in Östrand (Pulp) began at the end of the quarter.

The estimated effect of the planned maintenance stops on earnings, calculated as the sum of the direct cost of the maintenance and the effect from lower fixed cost coverage from reduced production during the stops, is shown in the table below.

SEKm	Actual				Total
	2020:1	2020:2	2020:3	2020:4	
Pulp	0	0	20	130	150
Containerboard	0	68	42	0	110
Total	0	68	62	130	260

SEKm	Actual			Forecast	Total
	2021:1	2021:2	2021:3	2021:4	
Pulp	0	0	20	130	150
Containerboard	0	0	151	0	151
Total	0	0	171	130	301

SIGNIFICANT EVENTS

Changes at the Ortviken site

SCA decided to exit publication paper in 2020. From the first quarter of 2021, the Paper segment consists only of kraftliner and has changed name to the Containerboard segment. The sale of the remaining inventory of publication paper following the discontinuation was recognized in Other as of January 1, 2021. Costs related to the maintenance of the Ortviken site between the discontinuation of the publication paper production and the start of CTMP production (see below) are expected to be about SEK 20-30m per quarter and are recognized in Other.

STRATEGIC CAPITAL EXPENDITURES

SCA invests in the Obbola kraftliner mill

In 2019, SCA decided to build a new paper machine for the production of kraftliner at the Obbola paper mill in Umeå. Production in Obbola will increase from the current 450,000 tonnes of kraftliner to 725,000 tonnes per year to meet an expected increase in demand for renewable packaging.

The total investment will be approximately SEK 7.5bn over a five-year period. The investment includes environmental investments of approximately SEK 1bn, which include a reduction in oil consumption by 8,000 cubic meters per year and an improved water treatment capacity. The project is progressing on time and on budget. Production is expected to start on the new machine at the beginning of 2023.

SCA invests in increased CTMP production capacity

In 2020, SCA decided to invest SEK 1.45bn to reach an annual production volume of 300,000 tonnes of chemically pre-treated mechanical pulp (CTMP) at the Ortviken site, where some existing infrastructure and mechanical equipment will be utilized. The project is progressing on time and on budget. Production is expected to start at the new facility at the beginning of 2023.

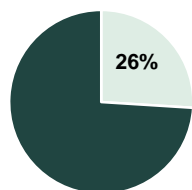
SCA and St1 enter joint venture to produce and develop biofuels

SCA and St1 announced in September that a joint venture has been formed to produce and sell liquid biofuels. The joint biorefinery will have access to SCA's tall oil, which is a residual product from the production of kraft pulp. SCA's part of the investment is approximately 0.6 bn SEK. The new biorefinery is expected to begin operations in the second quarter of 2023 (see page 10).

SCA invests in forest land in the Baltic region

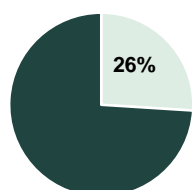
SCA has an ongoing investment program to acquire 100,000 hectares of forest land in the region. At the end of the third quarter of 2021, SCA had a land area of about 44,000 hectares of forest land in Estonia and Latvia. The acquisitions will strengthen SCA's long-term opportunities to source timber in the region.

Share of net sales Jan-Sep 2021*



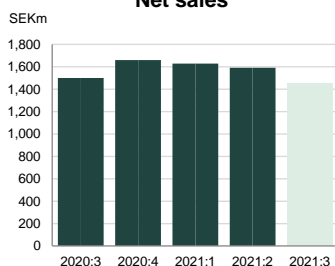
* before elimination of intra-Group sales

Share of EBITDA Jan-Sep 2021**

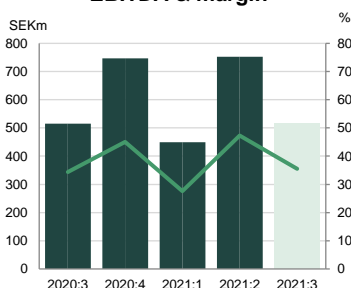


** share calculated of total EBITDA excluding central costs

Net sales



EBITDA & margin



FOREST

SCA owns 2.6 million hectares of forest land in Northern Sweden and the Baltic region, an area corresponding to 6% of Sweden's land area. 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					Jan-Sep		
	2021:3	2020:3	%	2021:2	%	2021	2020	%
Net sales	1,455	1,500	-3	1,592	-9	4,674	4,827	-3
EBITDA	516	515	0	753	-31	1,718	1,466	17
Depreciation	-58	-61	-5	-55	4	-168	-168	0
Operating profit	458	454	1	698	-34	1,550	1,298	19
EBITDA margin, %	35.5	34.3		47.3		36.8	30.4	
Operating margin, %	31.5	30.3		43.7		33.2	26.9	
Return on capital employed, %	2.9	3.1		4.5		3.6	3.5	
Harvesting of own forest, thousand m ³ sub	829	1,147	-28	1,561	-47	3,157	3,189	-1
Revaluation of biological assets	382	308	24	336	14	1,034	879	18

Management of SCA-owned forest

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.

During the third quarter, the volume of timber harvested from SCA-owned forest was 0.8 million m³sub. The planned annual level of timber harvested in SCA-owned forest is expected to gradually increase from the previous level of approximately 4.3 million m³sub to approximately 5.4 million m³sub in 2025.

Revaluation of forest assets

The revaluation is determined by the annual increase in standing volume (net growth) and the change in market price of forest land (see Note 3).

January-September 2021 compared with January-September 2020

Net sales were in line with the preceding quarter and amounted to SEK 4,674m (4,827).

EBITDA improved 17% and amounted to SEK 1,718m (1,466), corresponding to an EBITDA margin of 36.8% (30.4). The change is mainly related to higher earnings from the revaluation of biological assets due to higher market prices for forest land.

July-September 2021 compared with July-September 2020

Net sales amounted to SEK 1,455m (1,500) and were in line with the year-earlier period.

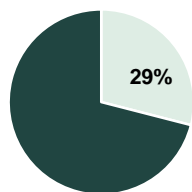
EBITDA was in line with the year-earlier period and amounted to SEK 516m (515). EBITDA margin increased to 35.5% (34.3).

July-September 2021 compared with April-June 2021

Net sales declined 9% to SEK 1,455m (1,592), mainly related to lower delivery volumes to SCA's industries.

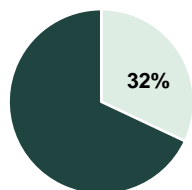
EBITDA amounted to SEK 516m (753), a decrease of 31%. The decrease was primarily attributable to a seasonably lower share of harvesting from SCA-owned forest.

Share of net sales Jan-Sep 2021*



* before elimination of intra-Group sales

Share of EBITDA Jan-Sep 2021**



** share calculated of total EBITDA excluding central costs

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					Jan-Sep		
	2021:3	2020:3	%	2021:2	%	2021	2020	%
Net sales	2,183	1,592	37	1,765	24	5,212	4,798	9
EBITDA	1,180	192	515	628	88	2,118	429	394
Depreciation	-58	-62	-6	-58	0	-172	-190	-9
Operating profit	1,122	130	763	570	97	1,946	239	714
EBITDA margin, %	54.1	12.1		35.6		40.6	8.9	
Operating margin, %	51.4	8.2		32.3		37.3	5.0	
Return on capital employed, %	121.9	14.9		64.4		60.7	8.2	
Deliveries, wood products, thousand m ³	494	624	-21	575	-14	1,562	1,944	-20

During the fourth quarter of 2020, SCA divested Wood Supply UK, which manufactured and distributed wood and wood-based products for the building materials trade in the UK. The sale reduced net sales by about SEK 1,400m per year and EBITDA by approximately SEK 25m per year. The UK remains a core market for sales of solid-wood and processed wood products for SCA.

January-September 2021 compared with January-September 2020

Net sales increased 9% to SEK 5,212m (4,798). The increase primarily relates to higher selling prices, which were offset by the divestment of Wood Supply UK.

EBITDA improved 394% to SEK 2,118 (429), which was mainly due to higher selling prices.

July-September 2021 compared with July-September 2020

Net sales increased 37% to SEK 2,183m (1,592). Higher selling prices had a positive effect on net sales, which were offset by the divestment of Wood Supply UK.

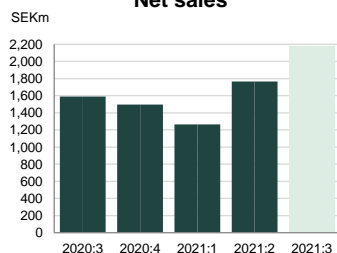
EBITDA amounted to SEK 1,180m (192), an increase of 515%. This change was mainly attributable to higher selling prices.

July-September 2021 compared with April-June 2021

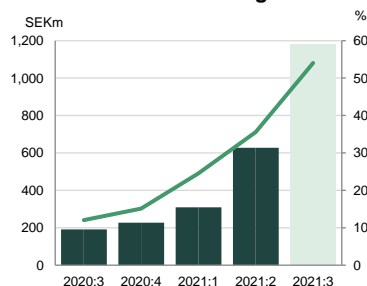
Net sales increased 24% to SEK 2,183m (1,765). The increase was related to higher selling prices, which were offset by lower delivery volumes.

EBITDA amounted to SEK 1,180m (628), an increase of 88%. The increase was mainly attributable to higher selling prices.

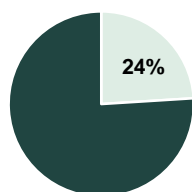
Net sales



EBITDA & margin

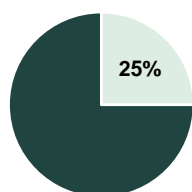


Share of net sales Jan-Sep 2021*



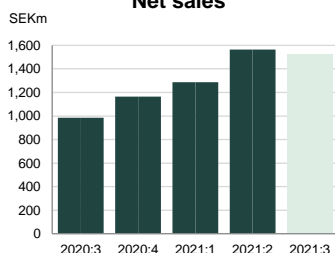
* before elimination of intra-Group sales

Share of EBITDA Jan-Sep 2021**

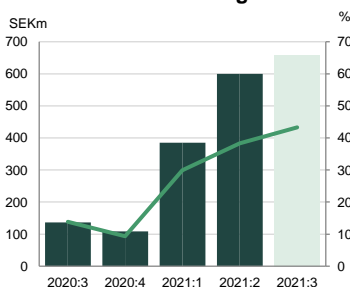


** share calculated of total EBITDA
excluding central costs

Net sales



EBITDA & margin



PULP

SCA produces market pulp at Östrand pulp mill. Östrand is one of the largest and most cost-efficient production lines for softwood kraft pulp in the world. Together with chemically pre-treated mechanical pulp production, Östrand's annual capacity amounts to 1 million tonnes. SCA's pulp has high-strength properties, suitable for tissue and specialty paper.

SEKm	Quarter					Jan-Sep		
	2021:3	2020:3	%	2021:2	%	2021	2020	%
Net sales	1,522	986	54	1,565	-3	4,375	3,265	34
EBITDA	659	137	381	600	10	1,644	505	226
Depreciation	-141	-135	4	-143	-1	-426	-401	6
Operating profit	518	2	25,800	457	13	1,218	104	1,071
EBITDA margin, %	43.3	13.9		38.3		37.6	15.5	
Operating margin, %	34.0	0.2		29.2		27.8	3.2	
Return on capital employed, %	23.6	2.0		20.2		13.5	-0.1	
Deliveries, pulp, thousand tonnes	213	189	13	237	-10	682	616	11

January-September 2021 compared with January-September 2020

Net sales increased 34% to SEK 4,375m (3,265). The change was attributable to higher selling prices and higher delivery volumes, which were partly offset by negative exchange rate effects.

EBITDA improved 226% to SEK 1,644m (505). The increase mainly relates to higher selling prices, which were partly offset by negative exchange rate effects. The cost of planned maintenance stops amounted to SEK 20m (20).

July-September 2021 compared with July-September 2020

Net sales increased 54% to SEK 1,522m (986). The change was attributable to higher selling prices and higher delivery volumes, which were partly offset by negative exchange rate effects.

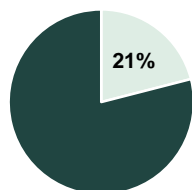
EBITDA totaled SEK 659m (137). The increase mainly relates to higher selling prices and higher delivery volumes, which were partly offset by negative exchange rate effects. The cost of planned maintenance stops amounted to SEK 20m (20).

July-September 2021 compared with April-June 2021

Net sales decreased 3% to SEK 1,522m (1,565). The decrease is mainly related to lower delivery volumes due to inventory build-up prior to the planned maintenance stop that began at the end of the quarter. Higher selling prices had a positive effect on net sales.

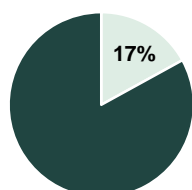
EBITDA amounted to SEK 659m (600). The increase was mainly attributable to higher selling prices, which were offset by lower delivery volumes. The cost of planned maintenance stops amounted to SEK 20m (0).

Share of net sales Jan-Sep 2021*



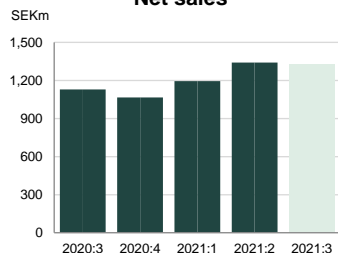
* before elimination of intra-Group sales

Share of EBITDA Jan-Sep 2021**

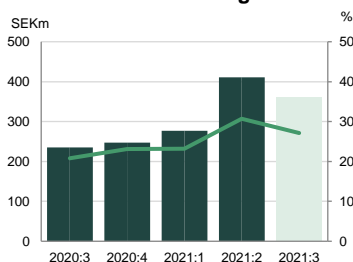


** share calculated of total EBITDA
excluding central costs

Net sales



EBITDA & margin



CONTAINERBOARD

SCA produces kraftliner – paper for corrugated transport packaging. SCA is Europe's largest independent producer of kraftliner, with a total capacity of 865,000 tonnes per year. Kraftliner is produced at the paper mills in Munksund, Piteå, and in Obbola, Umeå.

SEKm	Quarter					Jan-Sep		
	2021:3	2020:3 ¹	%	2021:2	%	2021	2020 ¹	%
Net sales	1,326	1,067	24	1,340	-1	3,938	3,413	15
EBITDA	360	247	46	411	-12	1,092	781	40
Depreciation	-108	-110	-2	-108	0	-323	-330	-2
Operating profit	250	137	82	303	-17	768	451	70
EBITDA margin, %	27.1	23.2		30.7		27.7	22.9	
Operating margin, %	18.9	12.8		22.6		19.5	13.2	
Return on capital employed, %	23.8	11.3		25.9		20.8	13.1	
Deliveries, kraftliner, thousand tonnes	189	197	-4	210	-10	625	611	2

¹ Figures for 2020 refer only to Containerboard. Note 10 contains comparative figures for Paper segment including publication paper.

January-September 2021 compared with January-September 2020

Net sales increased 15% to SEK 3,938m (3,413), which mainly related to higher selling prices.

EBITDA improved 40% to SEK 1,092m (781). The increase was mainly attributable to higher selling prices, which were offset by higher costs for raw materials and negative exchange rate effects. The cost of planned maintenance stops amounted to SEK 151m (110).

July-September 2021 compared with July-September 2020

Net sales increased 24% to SEK 1,326m (1,067). The increase was related to higher selling prices, which were offset by lower delivery volumes and negative exchange rate effects.

EBITDA improved 46% to SEK 360m (247), which was mainly related to higher selling prices. Higher costs for planned maintenance stops of SEK 151m (42), lower delivery volumes, higher raw material costs and exchange rate effects had an adverse impact on profit.

July-September 2021 compared with April-June 2021

Net sales were essentially unchanged compared with the preceding quarter and amounted to SEK 1,326m (1,340). Lower delivery volumes resulting from extensive planned maintenance stops in Obbola and Munksund had an adverse impact on sales, which were offset by higher selling prices.

EBITDA amounted to SEK 360m (411), a decrease of 12%. The decrease was primarily related to higher costs for planned maintenance stops of SEK 151m (0), which were offset by higher selling prices.

RENEWABLE ENERGY

SCA's forest assets and industrial operations provide the company with significant potential to develop new business opportunities in the field of renewable energy. Increasing the value created from by-products from the forest and industry create conditions for profitable and sustainable growth.

As Europe's largest private forest owner, SCA owns large areas of land with favorable wind conditions. A significant expansion of wind power is currently taking place. At the end of the third quarter of 2021, 628 wind turbines were operating on SCA's land with an annual production capacity of 6.4 TWh, equivalent to about 20% of Sweden's total wind power production. Together with previously agreed but not yet completed projects, operating capacity on SCA's land is expected to increase to 9.5 TWh by 2023.

The residual products from forest operations and industry that are not suitable for use as fresh fiber are used in energy production. Energy used by SCA's plants is almost exclusively from bioenergy. By-products are used to produce heat and electricity. The expanded pulp mill in Östrand has the capacity to produce 1.2 TWh of green electricity, corresponding to almost 1% of Sweden's total electricity production. The mill is self-sufficient in electricity and the surplus of 0.5 TWh is sold on the electricity market. SCA also has an annual production capacity of 300,000 tonnes of pellets that are used in SCA's own plants and are sold externally.

Together with St1, SCA is investing in the production and sale of liquid biofuels. SCA and St1 each own 50% of a joint venture, which will own and have access to half of the production capacity of a new biorefinery in Gothenburg. SCA will invest about SEK 0.6bn of the estimated total investment of approximately SEK 2.5bn. The new biorefinery will have a total capacity of 200,000 tonnes of liquid biofuels and is designed to switch between optimized production of renewable HVO diesel and bio-jet fuel. The biorefinery will have access to SCA's tall oil, which is a by-product from the production of kraft pulp. The facility is expected to be operational in the second quarter of 2023.

As part of the agreement, St1 will also become a joint-owner of SCA Östrand Biorefinery. The Östrand biorefinery project has recently received environmental permits for the production of 300,000 tonnes of liquid biofuels based on black liquor and solid biomass. The biorefinery in Östrand is a development project where technical challenges remain to be solved before the project design can be finalized.

SHARE DISTRIBUTION

September 30, 2021	Class A	Class B	Total
Registered number of shares	64,586,994	637,755,495	702,342,489

At the end of the period, the proportion of Class A shares was 9.2%. In the third quarter of 2021, 3 Class A shares were converted to Class B shares at the request of shareholders. The total number of votes in the company thereafter amounted to 1,283,625,435.

FUTURE EVENTS

- The year-end report will be published on January 28, 2022.
- The Annual General Meeting will be held on March 31, 2022.

INVITATION TO PRESS CONFERENCE ON INTERIM REPORT FOR THE THIRD QUARTER OF 2021

Members of the media and analysts are hereby invited to attend a press conference where this interim report will be presented by the President and CEO, Ulf Larsson, and CFO, Toby Lawton.

Time: Friday, October 29, 2021 at 10:00 a.m. CEST

Venue: Kreugersalen, Tändstickspalatset, Västra Trädgårdsgatan 15 in Stockholm, Sweden.

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

Sweden: +46 (0)8 5069 2180
UK: +44 (0)2071 928000
US: +1 631 510 7495

Specify "SCA" or the conference ID: 9462418.

Sundsvall, October 29, 2021

SVENSKA CELLULOSA AKTIEBOLAGET SCA (publ)

Ulf Larsson
President and CEO

For further information, please contact

Toby Lawton, CFO, +46 (0)60 19 31 09

Josefine Bonnevier, Investor Relations Director, +46 (0)60 19 33 90

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 October 29, 2021 at 08:00 a.m. CEST. The report has not been reviewed by the company's auditors.

Anders Edholm, Senior Vice President, Communications, +46 (0)60 19 32 12

GROUP**CONDENSED CONSOLIDATED INCOME STATEMENT**

SEKm	Quarter					Jan-Sep		
	2021:3	2020:3	%	2021:2	%	2021	2020	%
Net sales	5,077	4,338	17	4,810	6	14,059	13,818	2
Other income	512	385	33	428	20	1,483	1,259	18
Change in inventories	-194	-293		-79		-584	-591	
Change in value in biological assets	382	308	24	336	14	1,034	879	18
Raw materials and consumables	-1,023	-1,614	-37	-990	3	-3,180	-5,117	-38
Personnel costs	-593	-1,167	-49	-710	-16	-1,948	-2,758	-29
Other external costs	-1,496	-2,052	-27	-1,552	-4	-4,606	-5,556	-17
Share of profits of associates	19	7		17		45	9	
EBITDA	2,684	-88	NA	2,260	19	6,303	1,943	224
Depreciation and impairment	-386	-1,079	-64	-379	2	-1,077	-1,882	-43
Operating profit	2,298	-1,167	NA	1,881	22	5,226	61	8,467
Financial items	-24	-28		-26		-79	-83	
Profit before tax	2,274	-1,195	NA	1,855	23	5,147	-22	NA
Tax	-453	237		-372		-1,041	6	
Net Profit for the period	1,821	-958	NA	1,483	23	4,106	-16	NA
<i>Earnings per share SEK¹</i>	<i>2.59</i>	<i>-1.36</i>		<i>2.11</i>		<i>5.85</i>	<i>-0.02</i>	
Earnings attributable to:								
Owners of the parent	1,821	-958		1,483		4,106	-16	
Average no. of shares, millions	702.3	702.3		702.3		702.3	702.3	
Margins (%)								
EBITDA margin	52.9	-2.0		47.0		44.8	14.1	
Operating margin	45.3	-26.9		39.1		37.2	0.4	
Net margin	35.9	-22.1		30.8		29.2	-0.1	

¹ There are no dilution effects.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

SEKm	Quarter			Jan-Sep	
	2021:3	2020:3	2021:2	2021	2020
Profit for the period	1,821	-958	1,483	4,106	-16
Other comprehensive income for the period:					
Items that may not be reclassified to the income statement					
Change of value land assets	316	181	941	1,257	714
Revaluation of defined benefit pension plans	-547	394	326	487	-108
Income tax attributable to components of other comprehensive income	48	-118	-261	-359	-125
Total	-183	457	1,006	1,385	481
Items that have been or may be reclassified subsequently to the income statement					
Cash flow hedges	-34	99	-13	-185	-51
Hedge cost	-1	1	21	-3	27
Translation differences in foreign operations	14	6	-18	27	3
Income tax attributable to components of other comprehensive income	7	-21	-1	39	5
Total	-14	85	-11	-122	-16
Other comprehensive income for the period, net of tax	-197	542	995	1,263	465
Total comprehensive income for the period	1,624	-416	2,478	5,369	449
Total comprehensive income attributable to:					
Owners of the parent	1,624	-416	2,478	5,369	449

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

SEKm	Jan-Sep	
	2021	2020
Attributable to owners of the parent		
Value, January 1	72,163	68,510
Total comprehensive income for the period	5,369	449
Cash flow hedge transferred at cost of hedged investments	32	15
Tax on cash flow hedge transferred at cost of hedged investments	-7	-3
Cash dividend	-1,405	-
Acquisition of non-controlling interests	-	0
Remeasurement effect upon acquisition of non-controlling interests	-	-1
Value, September 30	76,152	68,970
Non-controlling interests		
Value, January 1	-	0
Total comprehensive income for the period	-	0
Acquisition of non-controlling interests	-	0
Value, September 30	-	-
Total equity, value September 30	76,152	68,970

CONDENSED CONSOLIDATED BALANCE SHEET

SEKm	Sep 30, 2021	Dec 31, 2020
ASSETS		
Non-current assets		
Goodwill and other intangible assets	495	320
Buildings, land, machinery and equipment	20,350	18,641
Forest assets	77,493	74,900
<i>whereof land assets</i>	24,945	23,624
<i>whereof biological assets</i>	52,548	51,276
Right-of-use assets	646	729
Other non-current assets	2,101	1,808
Total non-current assets	101,085	96,398
Current assets		
Inventories	3,731	4,044
Trade receivables	2,937	1,964
Other current receivables	933	988
Cash and cash equivalents	1,124	1,273
Total current assets	8,725	8,269
Total assets	109,810	104,667
EQUITY AND LIABILITIES		
Equity		
Owners of the Parent		
Share capital	2,350	2,350
Share premium	6,830	6,830
Reserves	18,221	17,320
Retained earnings	48,751	45,663
Total equity	76,152	72,163
Non-current liabilities		
Non-current financial liabilities	9,184	8,488
Provisions for pensions	394	530
Deferred tax liabilities	17,432	16,648
Other non-current liabilities and other provisions	290	225
Total non-current liabilities	27,300	25,891
Current liabilities		
Current financial liabilities	968	1,336
Trade payables	3,248	3,319
Other current liabilities and other provisions	2,142	1,958
Total current liabilities	6,358	6,613
Total liabilities and equity	109,810	104,667

CONSOLIDATED CASH FLOW STATEMENT

SEKm	Jan-Sep	
	2021	2020
Operating activities		
Profit before tax	5,147	-22
Adjustment for non-cash items ¹	153	1,761
Change in liabilities regarding restructuring costs	-336	-
Paid tax	-202	-86
Cash flow from operating activities before changes in working capital	4,762	1,653
Cash flow from changes in working capital		
Change in inventories	294	677
Change in operating receivables	-785	-102
Change in operating liabilities	-140	282
Cash flow from operating activities	4,131	2,510
Investing activities		
Acquisitions	0	-
Current capital expenditures in non-current assets, net	-768	-853
Strategic capital expenditures in non-current assets	-2,239	-1,157
Loans granted to external parties	-18	-
Acquisition of financial asset	1	-11
Cash flow from investing activities	-3,024	-2,021
Financing activities		
Loans raised	1,482	3,915
Amortization of loans	-1,200	-2,392
Amortization of loans, leasing	-140	-149
Dividend	-1,405	0
Cash flow from financing activities	-1,263	1,374
Net cash flow for the period	-156	1,863
Cash and cash equivalents at the beginning of the period	1,273	454
Translation differences in cash and cash equivalents	7	-11
Cash and cash equivalents at the end of the period	1,124	2,306
Cash flow from operating activities per share SEK	5.88	3.57
¹ Depreciation/amortization and impairment of non-current assets	1,077	1,881
Fair-value measurement of biological assets	-1,034	-879
Gains/loss on assets sales and swaps of assets	-41	-3
Unpaid related to costs due to discontinuation of publication paper operations	-12	803
Resolution of provision	-	0
Other	163	-41
Total	153	1,761

NOTES

1. ACCOUNTING PRINCIPLES

This interim report has been prepared in accordance with IAS 34 and recommendation RFR 1 of the Swedish Financial Reporting Board, and with regards to the Parent Company, RFR 2. Applied accounting principles are described in detail in SCA's 2020 Annual and Sustainability Report.

2. REVENUE FROM CONTRACTS WITH CUSTOMERS

Net sales per region

SEKm	Jan-Sep 2021						Total
	Forest	Containerboard	Pulp	Wood	Other	Eliminations	
Sweden	4,670	427	669	1,761	35	-4,697	2,865
EU excluding Sweden	4	3,000	1,817	1,250	317	-	6,388
Rest of Europe	-	291	268	675	30	-	1,264
Rest of world	-	220	1,621	1,526	175	-	3,542
Total Group	4,674	3,938	4,375	5,212	557	-4,697	14,059

SEKm	Jan-Sep 2020						Total
	Forest	Containerboard	Pulp	Wood	Other	Eliminations	
Sweden	4,827	356	625	1,076	175	-5,006	2,053
EU excluding Sweden	-	2,599	1,521	1,987	1,753	-	7,860
Rest of Europe	-	209	264	483	54	-	1,010
Rest of world	-	250	855	1,251	539	-	2,895
Total Group	4,827	3,414	3,265	4,797	2,521	-5,006	13,818

3. FOREST VALUATION

Accounting principles

The accounting principles for forest assets are described in detail on page 107, Note D3, of SCA's 2020 Annual Report.

Key assessments and assumptions

SCA bases its valuation of forest assets in Sweden 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. When establishing the change in value of biological assets, the same valuation model has been used as in the past, with a return requirement of 3.6% (3.6) after tax. The value of land assets constitutes the residual amount between the total value in accordance with market price based on forest transactions and the value of the biological assets.

At December 31, 2020, the total standing timber volume was estimated at 257 million m³fo, of which 5 million m³fo in the Baltic region. The market price applied by SCA was SEK 291/m³fo and the total value of the forest assets was SEK 74,900m. At December 31, 2021, the expected timber volume of the forest holding is estimated at 261 million m³fo, of which 6 million m³fo in the Baltic states, and the applied market price was SEK 300/m³fo. At September 30, 2021, approximately 75% of the expected annual increase in value was recognized with a total value of SEK 77,493m for the forest assets. The change in value of biological assets was SEK 1,034m at September 30, 2021. The change in value pertaining to land amounted to SEK 1,257m and is recognized in other comprehensive income with no effect on profit for the year.

Forest assets

SEKm	Sep 30, 2021	Dec 31, 2020
Forest assets in Sweden	75,848	73,387
Forest assets in the Baltic region	1,645	1,513
Totalt value of forest assets	77,493	74,900
Deferred tax on forest assets	15,478	14,977

4. OTHER PROVISIONS

Accounting principles

The accounting principles for other provisions are described in detail on page 111, Note D8, of SCA's 2020 Annual Report.

SEKm	Efficiency programs	Environment	Discontinuation publication paper	Other	Total
Value, January 1	3	54	756	21	834
Provisions	-	24	0	1	25
Utilization	0	-27	-426	-5	-458
Reclassifications	-3	3	-	-	0
Dissolutions	-	-	-9	-	-9
Translation differences	-	0	1	0	1
Value, September 30	0	54	322	17	393
Provision comprise:					
Long-term component					182
Short-term component					211

5. RISKS AND UNCERTAINTIES

SCA's risk exposure and risk management are described on pages 66-70 of SCA's Annual and Sustainability Report 2020.

Health and safety are a top priority at SCA, not least during this challenging time with Covid-19. The company is actively working to monitor inventory levels, secure the delivery and distribution chain and to ensure cash flow. The impact of the pandemic may continue to affect SCA's future earnings.

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 result.

7. FINANCIAL INSTRUMENTS BY CATEGORY

SEKm	Measurement level	Sep 30, 2021	Dec 31, 2020
Financial assets measured at fair value in the income statement			
Derivatives - Current financial assets	2	0	0
Derivatives - Other current receivables	2	137	101
Total		137	101
Financial liabilities measured at fair value in the income statement			
Derivatives - Current financial liabilities	2	0	3
Derivatives - Other current liabilities	2	166	89
Derivatives - Other non-current liabilities	2	12	17
Total		178	109
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	-	8,657	7,866
Non-current financial liabilities, leasing	-	526	603
Current financial liabilities excluding leasing	-	824	1,185
Current financial liabilities, leasing	-	143	148
Total		10,150	9,802
Derivatives used for hedge accounting			
Non-current financial assets	2	1	-
Other non-current assets	2	4	3
Other current receivables	2	35	218
Total		40	221
Derivatives used for hedge accounting			
Non-current financial liabilities	2	1	19
Other non-current liabilities	2	28	43
Other current liabilities	2	108	96
Total		137	158

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 9,500m (9,069). 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. CONTINGENT LIABILITIES AND COMMITMENTS

SEKm	Parent		Group	
	Sep 30, 2021	Dec 31, 2020	Sep 30, 2021	Dec 31, 2020
Contingent liabilities				
Guarantees for subsidiaries	745	724	-	-
associates	-	-	5	5
customers and others	-	-	28	28
Other contingent liabilities	344	333	18	19
Total	1,089	1,057	51	52

Commitments

SCA has a decided investment in Obbola totaling SEK 7,500m over a five-year period. As of September 30, 2021, SEK 3,455m remained, of which SEK 2,133m was a contracted commitment. The commitment refers entirely to non-current assets.

9. ALTERNATIVE PERFORMANCE MEASURES

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

SEKm	Quarter						Jan-Sep			
	2021:3	2020:3	2020:3 ¹	% ²	2021:2	%	2021	2020	2020 ¹	% ²
Net sales	5,077	4,338	4,338	17	4,810	6	14,059	13,818	13,818	2
Other income	512	385	385	33	428	20	1,483	1,259	1,259	18
Change in inventories	-194	-293	-104	87	-79	146	-584	-591	-402	45
Change in value in biological assets	382	308	308	24	336	14	1,034	879	879	18
Raw materials and consumables	-1,023	-1,614	-1,595	-36	-990	3	-3,180	-5,117	-5,098	-38
Personnel costs	-593	-1,167	-688	-14	-710	-16	-1,948	-2,758	-2,280	-15
Other external costs	-1,496	-2,052	-1,619	-8	-1,552	-4	-4,606	-5,556	-5,122	-10
Share of profits of associates	19	7	7		17		45	9	9	
EBITDA	2,684	-88	1,032	160	2,260	19	6,303	1,943	3,063	106
Depreciation and impairment	-386	-1,079	-408	-5	-379	2	-1,077	-1,882	-1,210	56
Operating profit	2,298	-1,167	624	268	1,881	22	5,226	61	1,853	182
Financial items	-24	-28	-28		-26		-79	-83	-83	
Profit before tax	2,274	-1,195	596	282	1,855	23	5,147	-22	1,770	191
Tax	-453	237	-121		-372		-1,041	6	-353	
Net Profit for the period	1,821	-958	475	283	1,483	23	4,106	-16	1,417	190
<i>Earnings per share SEK¹</i>	2.59	-1.36	0.68		2.11		5.85	-0.02	2.02	
Earnings attributable to:										
Owners of the parent	1,821	-958	475		1,483		4,106	-16	1,417	
Average no. of shares, millions	702.3	702.3	702.3		702.3		702.3	702.3	702.3	
Margins (%)										
EBITDA margin	52.9	-2.0	23.8		47.0		44.8	14.1	22.2	
Operating margin	45.3	-26.9	14.4		39.1		37.2	0.4	13.4	
Net margin	35.9	-22.1	10.9		30.8		29.2	-0.1	10.3	

¹ Excluding the effect of one-off items related to the discontinuation of publication paper operations in third quarter of 2020

² Comparison of earnings excluding the effect of one-off items related to discontinuation of publication paper in Q3 2020

For definitions of alternative performance measures, refer to SCA's 2020 Annual Report, pages 91-93.

Operating cash flow SEKm	Quarter			Jan-Sep	
	2021:3	2020:3 ¹	2021:2	2021	2020 ¹
EBITDA	2,684	1,032	2,260	6,303	3,063
Changes in biological assets and other non cash flow items	-457	-322	-362	-1,139	-895
Operating cash surplus	2,227	710	1,898	5,164	2,168
Change in working capital	61	821	-401	-630	523
Restructuring costs	-65	-	-148	-336	0
Current capital expenditures, net ²	-365	-413	-230	-804	-926
Other operating cash flow	14	0	-13	59	-34
Operating cash flow	1,872	1,118	1,106	3,453	1,731
1 Excluding the effect of one-off items related to the discontinuation of publication paper in Q3 2020.					
2 Including following values from new leasing contracts:					
	-12	-27	-9	-36	-73

Capital structure

SEKm	Sep 30, 2021	Dec 31, 2020
Forest assets	77,493	74,900
Working capital	3,189	2,759
Deferred tax relating to forest assets	-15,478	-14,977
Other capital employed, net	18,579	17,152
Total capital employed	83,783	79,834
Net debt, SEKm	7,631	7,671
Net debt/EBITDA (LTM) ^{1,2}	1.0x	1.7x
Equity, SEKm	76,152	72,163
Net debt/Equity (%)	10.0	10.6

1 Rolling 12 months.

2 Excluding the effect of one-off items related to discontinuation publication paper operations in 2020:3 and 2020:4.

Return on capital employed

%	Quarter ¹	LTM ²	Full year
	2021:3	Sep 30, 2021	2020
<i>Return on capital employed</i> ³	11.0	7.6	3.6
<i>Industrial return on capital employed</i> ^{3,4}	45.8	24.8	5.4

¹ Operating profit for the quarter multiplied by four as a percentage of capital employed on average for the two most recent quarters.

² Rolling 12 months.

³ Excluding the effect of one-off items related to discontinuation publication paper operation in 2020:3 and 2020:4.

⁴ Excluding construction in progress.

Working capital

SEKm	Sep 30, 2021	Dec 31, 2020
Inventories	3,731	4,044
Accounts receivable	2,937	1,964
Other current receivables	808	987
Accounts payable	-3,248	-3,319
Other current liabilities	-1,534	-1,200
Adjustments ¹	495	283
Working capital	3,189	2,759
<i>Working capital in % of net sales</i>	<i>16.2</i>	<i>18.3</i>
¹ Adjustments:		
Accounts payable, strategic capital expenditures	400	443
Other current provisions	-37	-174
Other current liabilities, emission rights	132	14
Sum adjustments	495	283

Net debt

SEKm	Sep 30, 2021	Dec 31, 2020
Surplus in funded pension plans	1,587	1,329
Non-current financial assets	80	81
Current financial assets	124	0
Cash and cash equivalents	1,124	1,273
Financial receivables	2,915	2,683
Non-current financial liabilities	9,184	8,488
Provisions for pensions	394	530
Current financial liabilities	968	1,336
Financial liabilities	10,546	10,354
Net debt	-7,631	-7,671

10. QUARTERLY DATA CONTAINERBOARD/PAPER

A summary of historical financial data for the Containerboard segment is available in the year-end report for 2020 on page 23, Note 10.

SEKm	Quarter¹					Jan-Sep	
	2021:3	2020:3	%	2021:2	%	2021	2020
Net sales	1,326	1,817	-27	1,340	-1	3,938	5,935
EBITDA	360	240	50	411	-12	1,092	848
Depreciations	-108	-142	-24	-108	0	-323	-425
Operating profit	250	99	153	303	-17	768	424
EBITDA margin, %	27.1	13.2		30.7		27.7	14.3
Operating margin, %	18.9	5.4		22.6		19.5	7.1
Return on capital employed, %	23.8	6.3		25.9		20.8	10.1
Deliveries, kraftliner, thousand tonnes	189	197	-4	210	-10	625	611
Deliveries, publication paper, thousand tonnes	9	135	-93	27	-67	108	440

¹ Segment Paper changed its name to Containerboard on January 1, 2021. The publication paper operation is included until 2020:4 and is then reported in Other.

11. QUARTERLY DATA BY SEGMENT

NET SALES

SEKm	Quarter								
	2021:3	2021:2	2021:1	2020:4	2020:3	2020:2	2020:1	2019:4	2019:3
Forest	1,455	1,592	1,627	1,659	1,500	1,494	1,833	1,694	1,865
Wood	2,183	1,765	1,264	1,498	1,592	1,770	1,436	1,376	1,545
Pulp	1,522	1,565	1,288	1,166	986	1,091	1,188	900	1,129
Containerboard/Paper ¹	1,326	1,340	1,272	1,981	1,817	1,876	2,242	2,108	2,380
Other ¹	45	138	374	-	-	-	-	-	-
Intra-group deliveries	-1,454	-1,590	-1,653	-1,712	-1,557	-1,544	-1,906	-1,766	-1,944
Total net sales	5,077	4,810	4,172	4,592	4,338	4,687	4,793	4,312	4,975

¹ Segment Paper changed its name to Containerboard on January 1, 2021. The publication paper operation is included in Containerboard until 2020:4 and is then in Other.

EBITDA

SEKm	Quarter								
	2021:3	2021:2	2021:1	2020:4	2020:3	2020:2	2020:1	2019:4	2019:3
Forest	516	753	449	747	515	499	452	607	388
Wood	1,180	628	310	227	192	143	95	125	180
Pulp	659	600	385	109	137	182	186	20	268
Containerboard/Paper ¹	360	411	321	342	240	229	379	382	577
Other ¹	-31	-132	-106	-48	-52	-52	-82	-79	-49
Total EBITDA^{2,3}	2,684	2,260	1,359	1,377	1,032	1,001	1,030	1,055	1,364

¹ Segment Paper changed its name to Containerboard on January 1, 2021. The publication paper operation is included in Containerboard until 2020:4 and is then in Other.

² Including the effect of discontinuation of publication paper operations EBITDA in Other amounted to 26 SEKm in 2020:4 and to -1 172 SEKm in 2020:3. For the Group EBITDA amounted to 1 451 SEKm in 2020:4 and to -88 SEKm in 2020:3.

³ Including the effect of changed accounting method of forests assets, EBITDA amounted to SEK 17,097m and for the Group in 2019:4.

EBITDA MARGIN

%	Quarter								
	2021:3	2021:2	2021:1	2020:4	2020:3	2020:2	2020:1	2019:4	2019:3
Forest	35.5	47.3	27.6	45.0	34.3	33.4	24.6	35.8	20.8
Wood	54.1	35.6	24.5	15.2	12.1	8.1	6.6	9.1	11.6
Pulp	43.3	38.3	29.9	9.3	13.9	16.7	15.6	2.2	23.8
Containerboard/Paper ¹	27.1	30.7	25.2	17.3	13.2	12.2	16.9	18.1	24.2
EBITDA margin^{1,2}	52.9	47.0	32.6	30.0	23.8	21.3	21.5	24.5	27.4

¹ Segment Paper changed its name to Containerboard on January 1, 2021. The publication paper operation is included in Containerboard until 2020:4 and is then in Other.

² Including the effect of discontinuation publication paper operations EBITDA margin was 31.6% in 2020:4 and -2.0% for the Group in 2020:3.

³ Including effect of changed accounting method for valuation of forest assets, the EBITDA margin was 396,5% for the Group in 2019:4.

PARENT COMPANY

CONDENSED INCOME STATEMENT

SEKm	Jan-Sep	
	2021	2020
Other operating income	198	192
Other operating expenses	-122	-127
Personnel costs	-82	-81
EBITDA	-6	-16
Depreciation and impairment	-68	-65
Operating profit	-74	-81
Financial items	76	21
Profit before tax	2	-60
Appropriations and tax	1,964	352
Profit for the period	1,966	292

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

CONDENSED BALANCE SHEET

SEKm	Sep 30, 2021	Dec 31, 2020
Tangible non-current assets	8,793	8,723
Financial non-current assets	9,685	9,690
Total non-current assets	18,478	18,413
Current assets	14,622	14,270
Total assets	33,100	32,683
Restricted equity	11,373	11,373
Non-restricted equity	9,542	8,981
Total equity	20,915	20,354
Provisions	1,621	1,611
Non-current liabilities	8,710	7,928
Current liabilities	1,854	2,790
Total equity, provisions and liabilities	33,100	32,683