



Corporate reg. no. 556025-5001

Financial Statement January-December 2006

	Quarter			Full year	
	2006 IV	2006 III	2005 IV	2006	2005
Net turnover, MSEK	1 867	1 878	1 742	7 369	6 823
Operating profit/loss, MSEK	176	205	81	552	-200
Operating margin, %	9	11	5	7	-3
Profit/loss after financial items, MSEK	150	179	60	457	-278
Net profit/loss, MSEK	90	129	61	312	-183
Earnings per share, SEK	1.75	2.52	1.19	6.08	-3.56

Full year 2006 compared with 2005

- Net turnover climbed 8% to reach MSEK 7,369 (6,823).
- Net profit increased to MSEK 312 (-183).
- Earnings per share were SEK 6.08 (-3.56).
- Operating profit soared to MSEK 552 (-200), a rise of MSEK 752.
- The operating margin was 7%, compared with 3% in 2005 before for one-off costs of MSEK 400 in 2005. The improvement of 4% was due to better prices and product mix, the positive effect of currency hedging and lower fixed costs resulting from the energy investments and the Billerud 2007 savings project.

Final quarter 2006

- The market remained strong and prices developed positively.
- The currency situation deteriorated and a large amount of maintenance work in the final quarter meant that earnings were down on the third quarter.
- New financial targets were established.

Proposed dividend

- The Board proposes a dividend of SEK 3.50 (3.25) per share for 2006.

Outlook for 2007

- The market is expected to remain strong in 2007, with potential for price increases in local currencies.
- At current prices, costs for wood raw materials are expected to rise in the first quarter by around MSEK 50 compared with the fourth quarter 2006.
- The cost-savings programmes will result in continued cost reductions

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Billerud's President Per Lindberg and CFO Bertil Carlsén will present the interim report live at a press conference today at 3 p.m. Location: Spårvagnshallarna, Birger Jarlsgatan 57 A, Stockholm. Follow the press conference at www.billerud.com

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Billerud is a packaging paper company. The company's business concept is to offer demanding customers packaging materials and solutions that promote and protect their products – packaging that is attractive, strong, sustainable and based on renewable materials. Billerud has a world-leading position within several product segment; within paper for consumer and industrial packaging. Production takes place at three integrated pulp and paper mills in Sweden and at one paper mill in the UK.

Billerud Group

Market

The market for Billerud's products remained strong throughout 2006. Buoyant demand meant that prices could be raised for most of the Group's products. During the year, deliveries totalled 1,364,000 tonnes, up 1% on the previous year. Billerud's total deliveries during the final quarter of 2006 amounted to 339,000 tonnes, virtually unchanged on the third quarter.

Deliveries of packaging paper during the year amounted to 1,050,000 tonnes, virtually unchanged on the previous year. Deliveries of packaging paper in the final quarter amounted to 263,000 tonnes, up 1% on the previous quarter.

Deliveries of market pulp amounted to 314,000 tonnes for the full year, up 5% on 2005. Deliveries of market pulp in the final quarter reached 76,000 tonnes, down 3% on the previous quarter.

Sales and results

Full year

Net turnover for the full year was MSEK 7,369, up 8% on 2005. The rise was primarily due to higher prices in the sales currency and the positive effects of currency hedging.

The operating profit for the full year was MSEK 552, up MSEK 752 on the previous year. Results in 2005 however included one-off costs of MSEK 400 for structural measures. The improvement excluding this item, therefore, was MSEK 352.

The table below shows a breakdown of the difference in profit, excluding one-off costs, between 2005 and 2006.

Delivery and production volumes, including product mix	65
Sales prices (in respective sales currency)	364
Increased variable costs	-160
Lower fixed costs	53
Increased depreciation	-52
Effects of exchange rate changes, including hedging	82
Total change in profit (excluding one-off costs in 2005)	352

The table shows that increased earnings were mainly due to higher sales prices, positive hedging effects and lower fixed costs. The increase in variable costs mainly comprises higher wood prices (MSEK 49), and higher prices for electricity, gas and chemicals (MSEK 102). The increase in earnings due to changed exchange rates, MSEK 82, includes a negative effect of changes in spot rates of MSEK 244 which was countered by an improvement of MSEK 326 in hedging results. Currency hedging produced a positive result of MSEK 143 in 2006 and a negative result of MSEK 183 in 2005.

Reduced fixed costs are primarily due to cost-cutting measures. The average number of employees was cut by 124.

Net financial items were MSEK -95, up MSEK 17 on 2005.

The profit before tax was MSEK 457. The estimated tax cost was MSEK 145, representing a tax rate of 32%. This high level of tax was because a tax recoverable relating to a deficit in 2006 was not activated. The assessment was made based on uncertainty as to when this receivable can be claimed.

The return on shareholders' equity for the period was 12% (-7) and the return on capital employed was 11% (-4). The Board proposes a dividend of SEK 3.50 (3.25) per share.

Final quarter

Net turnover for the final quarter was MSEK 1,867, up 1% on the previous quarter, and up 7% on the final quarter of 2005.

The operating profit for the final quarter was MSEK 176, down MSEK 29 on the previous quarter due to a weaker currency situation and the high proportion of maintenance activity in the final quarter compared with the third.

Compared with the final quarter of 2005, earnings were up MSEK 95 due to improved prices including currency effects.

Comments on the earnings trends for each business area appear on page 5.

Net financial items were MSEK -26. The tax cost was MSEK 60 (as explained in the section entitled "Full year 2006").

Currency hedging

In 2006 net flows were hedged at the following rates: EUR/SEK 9.46 (9.19), USD/SEK 7.46 (7.19), GBP/SEK 13.55 (13.12) and DKK/SEK 1.25 (1.23). Currency hedging had an overall positive effect on profits of MSEK 143 (compared with if no hedging had been performed), of which MSEK 69 was in the final quarter. During 2005, currency hedging had a negative effect on earnings of MSEK 183 (of which MSEK -81 in the final quarter). For operating profit per product area, excluding the effect of currency hedging, see page 12.

Billerud's outstanding currency contracts as of 31 December 2006 had a market value of MSEK 64. The share of contracts corresponding to accounts receivable affected results during the final quarter. Other contracts, i.e. outstanding contracts as of 31 December 2006, which did not correspond to accounts receivable, had a market value of MSEK 35.

Hedged amount of currency flows for EUR, USD and GBP and exchange rate for SEK
DKK accounts for just 0.5% of total hedged flows and is therefore not included in the table. The table refers to the situation on December 31, 2006

Currency		Jan-June 2007	Jul-Dec 2007	Total
EUR	Proportion of total flow	78%	22%	50%
	Rate	9.27	9.07	9.23
USD	Proportion of total flow	78%	23%	50%
	Rate	7.05	6.91	7.01
GBP	Proportion of total flow	80%	30%	56%
	Rate	13.48	13.29	13.44

February 2, 2007, Billerud has hedged around 56% of estimated net flows in EUR over 12 months, around 52% of estimated net flows in USD over 12 months, around 56% of estimated net flows in GBP over 12 months and around 51% of estimated net flows in DKK over 12 months.

Investments and capital employed

Net investment in fixed assets amounted to MSEK 628, of which MSEK 269 was for energy investments as described below, and the remainder, MSEK 359, was for other investments

including, primarily, a biological treatment plant at Gruvön. Depreciation in 2006 amounted to MSEK 466 (413).

The investment in energy projects includes new turbines for back-pressure and the rebuild of bark boilers at all three Swedish mills and new electricity supply for the Gruvön mill. The total investment sum is MSEK 1,090, of which MSEK 1,053 was spent in 2004-2006. The investments are expected to double the company's generation of electricity and significantly reduce consumption of heating oil. All of the new equipment has now been taken into operation. This project is proceeding according to plan.

Billerud's capital employed amounted to MSEK 5,190 as of 31 December 2006, compared with MSEK 5,029 at the end of 2005.

The return on capital employed over the most recent 12 months was 11%, compared with -4% for the full year in 2005. The return on shareholders' equity after tax was 12%. Discounting the effects of currency hedging, the return on capital employed was 8%.

Cash flow and financial position

Cash flow from current activities in 2006 amounted to MSEK 794, compared with MSEK 413 in 2005. Higher cash flow was mainly due to improved profits.

Current investment is lower than the same period in 2005 as the energy project is coming to an end.

Operating cash flow amounted to MSEK 166, compared with MSEK -656 in 2005. The dividend of SEK 3.25 per share, a total of MSEK 167, was paid out in May. Net debt rose by MSEK 10 in 2006.

On 31 December 2006 interest-bearing net debt amounted to MSEK 2,513, compared with MSEK 2,503 on 31 December 2005. The Group's net debt/equity ratio at the end of the period was 0.94, compared with 0.99 at the end of 2005. The target is between 0.6 and 0.9.

Cash flow summary

MSEK (positive figure indicates a reduction in debt)	Jan-Dec 2006	Oct-Dec 2006	July-Sept 2006	Jan-Dec 2005
Current activities	794	209	399	413
Current net investments, excluding energy projects	-359	-104	-78	-399
Energy project investments	-269	-52	-24	-670
Operating cash flow	166	53	297	-656
Dividend	-167	-	-	-334
Other items not affecting cash flow	-9	-4	-10	-44
Change in net debt during the period	-10	49	287	-1 034

Financing

Interest-bearing loans as of 31 December 2006 amounted to MSEK 2,791. This includes utilisation of MSEK 139 of a syndicated bank loan, utilisation of MSEK 1,682 of bond loans and utilisation of MSEK 943 of Billerud's certificate programme. There is also a convertible debenture with a market value of MSEK 27. The unutilised part of the syndicated bank loan amounted to MSEK 1,661.

In the first half of 2006 Billerud signed a new bond loan worth MSEK 150 with a duration of ten years. The money raised will be used to finance Billerud's investment in energy projects. During October the framework for Billerud's commercial paper program was increased from

MSEK 1,000 to MSEK 1,500. Billerud's existing credit framework covers the current investment programme with a good margin.

Personnel

The average number of employees during 2006 was 2,476, compared with 2,600 in 2005, a reduction of 124 employees. The number of employees on December 31, 2006 was 2,437, compared with 2,641 on December 31, 2005, which is a decrease by 204.

Business areas

Billerud's net turnover and operating profit/loss per business area are reported below. The results of the business areas are reported starting from the first quarter of 2006 and excluding the effects of currency hedging, which are now reported on a separate line.

Following the introduction of a new organisation in March 2006, Billerud will to a greater extent be monitored and controlled operationally from the perspective of the business areas. This applies for sales, operating profit/loss, product development and market investments. Costs are divided among the business areas based on utilisation of plant. With regard to fixed assets and capital investments a division into business areas with the chosen structure is not possible as the business areas are strongly integrated in terms of production. For accounting purposes and with regard to the definition of business segments in IAS 14, the company will continue to conduct its activities in one business segment.

Net turnover and operating profit

	Net turnover						Operating profit					
	Q 4	Q 3	% change	Jan-Dec	Jan-Dec	% change	Q 4	Q 3	% change	Jan-Dec	Jan-Dec	% change
MSEK	2006	2006		2006	2005		2006	2006		2006	2005	
Packaging & Speciality Paper	908	950	-4	3 709	3 751	-1	73	118	-38	309	411	-25
Packaging Boards	552	541	2	2 169	2 058	5	51	56	-9	156	81	93
Market Pulp	338	356	-5	1 348	1 197	13	8	24	-67	12	-12	-
Currency hedging	69	31		143	-183		69	31		143	-183	
Other and eliminations							-25	-24		-68	-497	
Group total	1 867	1 878	-1	7 369	6 823	8	176	205	-14	552	-200	-

Packaging & Speciality Paper

Final quarter

The operating profit for the period was MSEK 73. Compared with the previous quarter, profit fell by MSEK 45 or 38%, mainly due to the weaker currency situation and higher production and maintenance costs in the final quarter. Prices in local currencies increased by around 1% on the previous quarter.

The operating margin was 8%, compared with 12% in the third quarter.

January-December

Compared with the previous year, the operating profit fell by MSEK 102, or 25%, to MSEK 309, mainly due to higher energy and wood prices that were not fully countered by higher prices, and a negative currency situation. Despite good demand, the competitive situation has only permitted limited price increases. Prices in local currencies climbed by around 3% during the year.

Market development

The market for sack paper, especially brown sack paper, remained strong. One explanation for this is the capacity reductions expected on the market in 2007. Price rises for sack paper and specialist medical paper were announced in the final quarter, which is expected to make an impact at the start of 2007. Other products are experiencing varied, but good, demand.

At the start of 2007 price rises of 4-8% were announced for kraft paper (MG/MF). Further increases are expected during the year.

Packaging Boards

Final quarter

The operating profit was MSEK 51. Compared with the third quarter, profit fell by MSEK 5, or 9%, mainly due to higher fixed costs and a worse currency situation in the final quarter that more than matched positive price trends in local currencies. The operating margin fell to 9% compared with 10% in the third quarter.

January-December

Compared with 2005, the operating profit increased by MSEK 75, or 93%, to MSEK 156, mainly due to higher prices in local sales currencies. Prices in local currency climbed by 13% during the year.

Market development

Capacity reductions on the market for S/C fluting have meant that Billerud's order books are strong. The combination of good demand in Europe and the launch of New Billerud Flute® meant an improved product mix for the year.

The introduction of the next generation of S/C fluting, New Billerud Flute®, continues. The new quality is the strongest fluting on the market, with a 20% improvement in technical values and better runnability. 65% of existing customers have chosen to upgrade to New Billerud Flute®. The price of New Billerud Flute® is around 10% higher than Billerud Flute®.

At the start of 2007 price increases of EUR 40 per tonne were announced for Billerud's fluting and liner.

Market Pulp

Final quarter

The operating profit was MSEK 8. Compared with the previous quarter, operating profit fell by MSEK 16, mainly due to a weaker exchange rate for USD. The volumes were somewhat lower than the previous quarter.

January-December

The operating profit increased by MSEK 24, compared with 2005. Higher costs and a weaker USD rate were offset by increased volumes and improved prices.

Market development

Demand is expected to remain good on the pulp market in the coming quarter. At the start of 2006 the price of long fibre sulphate pulp was USD 600 per tonne. It rose to reach around USD 730 per tonne during the final quarter. Pulp prices, as denominated in USD, are expected to rise further during 2007. Price rises to USD 760 have been announced for January 2007.

Parent company

Billerud AB includes the Gruvön mill, the sales organisation for the Nordic markets and markets outside Europe, and head office staffs.

Net sales in 2006 reached MSEK 3,287 (2,955). The profit after financial items was MSEK 191 (-326). Earnings were affected by a write down of shares in subsidiaries of MSEK 30 (20). The dissolution of a structural reserve had a positive effect of MSEK 31 on earnings. This structural reserve is linked to the Billerud 2007 project and the dissolution of the reserve was due to an adjustment of the parent company's estimated remaining costs. The parent company hedges the net currency flows of both the parent company and Group. Earnings for the parent company include the positive results of hedging that also includes currency flows in other parts of the Group. This result amounts to around MSEK 70. Investment in fixed assets, excluding shares, amounted to MSEK 305 (523). The average number of employees was 1,133 (1,173). Liquid funds and current investments totalled MSEK 265 (100).

Cost reduction measures

Energy

Since the autumn 2004 Billerud has been implementing measures to increase its own energy production and thus reduce energy costs. The investment in energy projects includes new steam turbines for back-pressure and the rebuild of bark boilers at all three Swedish mills and new electricity supply for the Gruvön mill. The total investment sum is MSEK 1,090. The bark boilers were taken into operation at the end of 2005. During the end of the second quarter of 2006, two of the three steam turbines were taken into operation. The third turbine was taken into operation in the final quarter. Some optimisation of electricity generation remains to be performed, but the majority of the project has now been completed. Among other benefits, Billerud's self-sufficiency in electricity has risen from 30% to 60% and Billerud is now generating around 1 TWh of electricity from its own production processes.

Annual savings before depreciation from the projects, compared with no investment, are in excess of the target of MSEK 250. In addition to the implemented measures, Billerud's energy costs are affected by the market prices of the utilised energy type (electricity, biofuel, oil), and by prices for green electricity certificates and emission rights.

The effects of the energy projects on Billerud's energy costs for 2007 compared with 2006 are expected to produce savings of around MSEK 90 at current prices. The prices for around one half of Billerud's 12-month requirements for external electricity are hedged. The projects have increased depreciation by around MSEK 50 per year, which will reach full effect during 2007.

Organisation

On 8 June 2005 the Board decided to implement a programme of changes to Billerud's organisation. This will include a reduction of 450 full-time jobs compared with the existing organisation. The proposed staff changes affect all four of the Group's mills; Gruvön, Karlsborg and Skärblacka in Sweden and Beetham in the UK. Staff reductions will be achieved primarily through early retirement.

The programme will reduce annual costs by at least MSEK 250 compared with cost levels in 2004. Implementation started in 2005, and is proceeding according to plan. The programme for Skärblacka and Karlsborg was completed at the end of 2006. At Gruvön and Beetham completion of the programme is being postponed to the end of 2007. The full effect on earnings should be noted in the final quarter of 2007.

The Billerud share

The share capital on 29 December 2006 amounted to SEK 665,995,260 distributed among 53,279,620 shares.

A convertible programme for Billerud employees in Sweden was carried out in May and June of 2002. The conversion rate is SEK 114 and the redemption period runs up to 20 June 2007. At full conversion the total number of shares would increase by 268,047, which represents a dilution of 0.5% of shares on the market. Up to 29 December 2006 26,622 convertibles had been converted into shares.

No share buy-backs have been carried out in 2005 or 2006.

As of 29 December 2006 the distribution of shares was as follows:

Registered amount of shares	53 279 620
Bought-back shares in company ownership	- 1 910 000
Shares on the market	51 369 620
Convertible debenture loan (on full conversion)	241 425
Shares on the market (after full conversion)	51 611 045

Largest shareholders

Billerud's ten largest shareholders according to the register of VPC (the Swedish Securities Register Centre) and Sanderson Asset Management as of 29 December 2006 (excluding shares owned by the company itself):

Owner	No. of shares (million) (shares = votes)	Proportion of shares on market, %
Frapag Vermögensverwaltung GmbH	9.1	17.7
Sanderson Asset Management	3.0	5.8
SEB Funds/SEB Trygg Liv/Securities	2.0	3.8
DFA	0.8	1.6
Robur Funds	0.8	1.5
Enter Funds	0.8	1.5
Morgan Stanley	0.5	1.1
Prior & Nilsson Funds	0.5	1.0
Sis Segaintersettle	0.5	1.0
BNY GCM	0.5	1.0

Annual General Meeting, dividend, etc.

Billerud AB's Annual General Meeting will take place on Thursday 3 May 2007 at 4 p.m. in Aula Magna at Stockholm University. Notification will be published in the Swedish national press four weeks before the meeting at the latest. The annual report will be distributed in April and will be made available at the company's head office.

Billerud's Board proposes a dividend of SEK 3.50 for 2006 (3.25).

It is proposed that the record date for the right to receive the dividend be 8 May 2007. Payment via VPC would take place on 11 May 2007.

Outlook

The market is expected to remain firm in 2007, with potential for price increases in local currencies.

Supplies of raw materials encountered difficulties at the start of 2007. At current prices, costs for wood raw materials are expected to increase by around MSEK 50 in the first quarter 2007 compared with the fourth quarter 2006.

The cost-savings programmes will result in continued cost reductions.

Stockholm, Sweden
13 February 2007
Billerud AB (publ)

The Board of Directors

Interim reports 2007

First quarter 2007	3 May 2007
Second quarter 2007	26 July 2007
Third quarter 2007	14 November 2007

The Annual General Meeting will be held on 3 May 2007 at Aula Magna, Stockholms universitet, Frescati, Stockholm, Sweden

Accounting principles

The accounts are prepared in accordance with IAS 34 Interim reports and RR 31 Group Interim Reports. Concerning IAS 14 Segment reporting, see the comments on the business areas on page 5 of this report. The same accounting principles used in the most recent annual report have been used in this interim report. For definitions of key figures see the 2005 Annual Report pages 53-60 and page 90.

Profit and Loss Account	Oct-Dec	July- Sept	Apr-June	3 months		Full years	
				Jan- March	Oct-Dec	Jan-Dec	Jan-Dec
MSEK	2006	2006	2006	2006	2005	2006	2005
Net turnover	1 867	1 878	1 839	1 785	1 742	7 369	6 823
Other income	3	1	3	8	2	15	10
Operating income	1 870	1 879	1 842	1 793	1 744	7 384	6 833
Raw materials and consumables	-796	-778	-778	-762	-812	-3 114	-2 982
Change in stock	43	1	-8	-8	49	28	-21
Other external expenses	-495	-476	-480	-523	-459	-1 974	-1 897
Staff expenses*	-326	-303	-355	-322	-337	-1 306	-1 720
Depreciation	-120	-118	-114	-114	-104	-466	-413
Profit share from associated companies	0	0	0	0	0	0	0
Operating expenses	- 1 694	-1 674	-1 735	-1 729	-1 663	-6 832	-7 033
Operating profit	176	205	107	64	81	552	-200
Financial items	-26	-26	-22	-21	-21	-95	-78
Profit after financial items	150	179	85	43	60	457	-278
Tax	-60	-50	-24	-11	1	-145	95
Net profit for the period	90	129	61	32	61	312	-183
* For the full year 2005 non-recurrent costs of MSEK 400 is included							
Earnings per share, SEK	1.75	2.52	1.18	0.63	1.19	6.08	-3.56
Earnings per share after full conversion, SEK	1.75	2.51	1.18	0.63	1.19	6.07	-3.56
Balance Sheet	31 Dec	30 Sept	30 June	31 March	31 Dec		
MSEK	2006	2006	2006	2006	2005		
Fixed assets	5 539	5 476	5 489	5 440	5 350		
Stocks	727	730	734	726	739		
Accounts receivable	1 201	1 227	1 236	1 204	1 204		
Other current assets	283	317	309	274	282		
Cash, bank balances and short-term inv.	443	641	445	484	182		
Total assets	8 193	8 391	8 213	8 128	7 757		
Shareholders' equity	2 678	2 618	2 501	2 598	2 526		
Interest-bearing liabilities	2 791	3 043	3 139	2 821	2 532		
Interest-bearing provisions, pensions	164	159	155	155	153		
Non-interest-bearing provisions	148	179	238	299	346		
Deferred tax liabilities	1 225	1 120	1 110	1 107	1 081		
Accounts payable	591	653	499	586	555		
Other, non-interest-bearing liabilities	596	619	571	562	564		
Total shareholders' equity, provisions and liabilities	8 193	8 391	8 213	8 128	7 757		
Specification of change in equity	Jan-Dec	Jan-Sept	Jan-Jun	Jan-March	Full		
MSEK	2006	2006	2006	2006	year		
Opening equity	2 526	2 526	2 526	2 526	3 037		
Adjustment for new accounting principles, IAS 39	-	-	-	-	43		
Adjusted opening equity according to IFRS	2 526	2 526	2 526	2 526	3 080		
Profit/loss for the period	312	222	93	32	-183		
Market value of financial instruments in accordance with IAS 39	6	35	48	40	-41		
Dividend	-167	-167	-167	-	-334		
New share issue via conversion	3	2	1	-	-		
Translation difference in shareholders' equity	-2	-	-	-	4		
Closing equity	2 678	2 618	2 501	2 598	2 526		

Cash Flow Statement	Oct-Dec	Oct-Dec	Jan-Dec	Full year
MSEK	2006	2005	2006	2005
Operating surplus, etc 1)	266	172	824	555
Change in working capital, etc.	-82	-215	42	-44
Net financial items, taxes, etc.	47	-10	-50	-98
Cash flow from operating activities	231	-53	816	413
Investment in fixed assets	-179	-336	-665	-1 075
Sale of fixed assets	1	5	15	6
Cash flow from operating activities	-178	-331	-650	-1 069
Change in interest-bearing debt	-249	-31	264	790
Dividend	-	-	-167	-334
Cash flow from financing activities	-249	-31	97	456
Total cash flow (= change in liquid assets)	-196	-415	263	-200
Liquid assets at the beginning of the period	641	597	182	378
Translation difference in liquid funds	-2	-	-2	4
Liquid assets at the end of the period	443	182	443	182

1) The amount for January-December 2006 includes an operating profit of MSEK 552, returned depreciation of MSEK 466, payment of structural costs of MSEK -197 and other items of MSEK 3.

The amount for the period January-December 2005 includes the operating loss of MSEK 200, returned depreciation of MSEK 413, returned allocations for structural measures of MSEK 333, an increase in pension liabilities of MSEK 20 and other items of MSEK -11.

Key figures	Jan-Dec	Jan-Sept	Jan-June	Jan-	Full year
	2006	2006	2006	March	2005
				2006	
Margins					
Gross margin, %	14	13	11	10	3
Operating margin, %	7	7	5	4	-3
<i>Return (rolling 12 months)</i>					
Return on capital employed, %	11	9	-2	-4	-4
Return on equity, %	12	11	-5	-7	-7
Return on equity after full conversion, %	12	11	-5	-7	-7
<i>Capital structure at end of period</i>					
Capital employed, MSEK	5 190	5 180	5 351	5 090	5 029
Shareholders' equity, MSEK	2 678	2 618	2 501	2 598	2 526
Interest-bearing net debt, MSEK	2 513	2 562	2 849	2 492	2 503
Net debt/equity ratio, times	0.94	0.98	1.14	0.96	0.99
Net debt/equity ratio after full conversion, times	0.92	0.96	1.11	0.94	0.97
Equity ratio, %	33	31	30	32	33
Equity ratio after full conversion, %	33	32	31	32	33
<i>Per share</i>					
Earnings per share, SEK	6.08	4.33	1.81	0.63	-3.56
Average no. of shares, '000	51 351	51 349	51 345	51 343	51 343
Earnings per share after full conversion, SEK	6.07	4.32	1.81	0.63	-3.56
Average no. of shares, '000	51 611	51 611	51 611	51 611	51 611
<i>Per share at end of period</i>					
Equity per share, SEK	52.12	50.97	48.70	50.61	49.20
No. of shares, '000	51 370	51 357	51 354	51 343	51 343
Equity per share after full conversion, SEK	52.41	51.27	49.02	50.92	49.52
No. of shares, '000	51 611	51 611	51 611	51 611	51 611
Gross investments, MSEK	643	486	384	218	1 075
Average number of employees	2 476	2 475	2 523	2 477	2 600

Product areas

Quarterly breakdown of net turnover by business area and for the Group

MSEK	2006					2005				
	Full year	IV	III	II	I	Full year	IV	III	II	I
Packaging & Speciality Paper	3 709	908	950	905	946	3 751	980	901	943	927
Packaging Boards	2 169	552	541	533	543	2 058	542	497	517	502
Market Pulp	1 348	338	356	345	309	1 197	301	282	310	304
Currency hedging	143	69	31	56	-13	-183	-81	-42	-66	6
Other and eliminations	-	-	-	-	-	-	-	-	-	-
Total Group	7 369	1 867	1 878	1 839	1 785	6 823	1 742	1 638	1 704	1 739

Quarterly breakdown of operating profit by business area and for the Group

MSEK	2006					2005				
	Full year	IV	III	II	I	Full year	IV	III	II	I
Packaging & Speciality Paper	309	73	118	58	60	411	141	114	83	73
Packaging Boards	156	51	56	9	40	81	40	-27	32	36
Market Pulp	12	8	24	-5	-15	-12	13	-11	-4	-10
Currency hedging	143	69	31	56	-13	-183	-81	-42	-66	6
Other and eliminations	-68	-25	-24	-11	-8	-497	-32	-401	-25	-39
Total Group	552	176	205	107	64	-200	81	-367	20	66

Quarterly operating margin per business area and for the Group

%	2006					2005				
	Full year	IV	III	II	I	Full year	IV	III	II	I
Packaging & Speciality Paper	8	8	12	6	6	11	14	13	9	8
Packaging Boards	7	9	10	2	7	4	7	-5	6	7
Market Pulp	1	2	7	-1	-5	-1	4	-4	-1	-3
The Group	7	9	11	6	4	-3	5	-22	1	4

Quarterly delivery volumes per business area

'000 tonnes	2006					2005				
	Full year	IV	III	II	I	Full year	IV	III	II	I
Packaging & Speciality Paper	535	134	135	132	134	538	138	127	133	140
Packaging Boards	515	129	125	131	130	515	132	125	128	130
Market Pulp	314	76	78	82	78	298	71	73	75	79
Total	1 364	339	338	345	342	1 351	341	325	336	349