

SUOMINEN CORPORATION INTERIM REPORT 1 JANUARY – 30 SEPTEMBER 2010

THIRD QUARTER ON RED

KEY FIGURES	7-9/2010	7-9/2009	1-9/2010	1-9/2009	1-12/2009
Net sales, EUR million	43.4	44.2	128.1	134.5	179.4
Operating profit, EUR million	-1.8	1.0	-2.2	6.1	6.7
Profit/loss for the period, EUR million	-2.1	-0.4	-4.0	1.2	0.9
Earnings/share, EUR	-0.05	-0.01	-0.10	0.03	0.02
Cash flow from operations/share, EUR	0.09	0.12	0.00	0.69	0.74

Outlook: Net sales for the whole year is estimated to be lower than in 2009 and the operating profit for 2010 is expected to be negative.

GROUP FINANCIAL RESULTS

Suominen Corporation generated net sales of EUR 43.4 million (44.2) in the third quarter. Operating profit was EUR -1.8 million (1.0), profit before taxes EUR -2.9 million (-0.6) and profit after taxes EUR -2.1 million (-0.4).

The third quarter result was negative mostly due to low production during the summer months.

Net sales for the nine-month period totalled EUR 128.1 million (134.5). Operating profit was EUR -2.2 million (6.1), profit before taxes EUR -5.3 million (1.4) and profit after taxes EUR -4.0 million (1.2).

Suominen's net sales for the nine-month period in 2010 declined by 5 per cent compared to the corresponding period in 2009. Reasons behind the decrease were the decline in the prices of wet wipes in the beginning of the year and the decline in the delivery volumes of nonwovens.

Cost-savings measures could not compensate for the decrease in net sales and delivery volumes. The rise in raw material prices continued until the end of summer, and has levelled off thereafter. The majority of current sales contracts adjust sales prices in line with rises in raw material costs some months after costs have risen. The price increase had a considerable negative impact on the Group's result.

Employee negotiations were started in Flexibles in September, with the purpose of safeguarding the competitiveness of the operations. The proposal includes the discontinuation of the Nastola plant's operations in 2011. If the proposal is realised, it would represent an estimated EUR 2.5 million in non-recurring costs, a big part of which would be incurred in the course of 2010.

The company negotiated an amendment to the financial covenants of the present credit agreements in regard to the situation on 30 September 2010. Negotiations on the terms and conditions of financing are underway, for the future too, and the intention is to reach a conclusion in the fourth quarter.

Investments still remained on a low level.

Cost-saving and operational enhancement programme

Costs were cut in the amount of EUR 2.5 million through Suominen's Stairs to Top operational enhancement programme. The most significant single measure taken was the transfer of Sweden's flexible packaging production to Poland. Other cost savings resulted from optimisation of material use, reduction in number of personnel and the effects of earlier investments to boost efficiency.

Financing

Repayments of interest-bearing liabilities were EUR 5.0 million. Liabilities include capital loans of EUR 6.0 million (8.0). Net financial expenses were EUR 3.2 million (4.7) or 2.5 per cent (3.5) of net sales. A total of EUR 2.2 million was tied up in the working capital. A total of EUR 11.5 million of trade receivables was sold to the bank (9.7). The equity ratio was 34.0 per cent (29.5). When the capital loans are included in shareholders' equity, the equity ratio was 38.8 per cent (36.0) and the ratio of liabilities to shareholders' equity 99.7 per cent (115.9). Cash flow from operations was EUR 0.00 per share (0.69).

Investments

The company's gross investments in production totalled EUR 4.6 million (3.0). Planned depreciation amounted to EUR 7.1 million (7.6). Codi Wipes accounted for EUR 0.4 million (0.7), Nonwovens EUR 1.5 million (1.0) and Flexibles EUR 2.6 million (1.3) of total investments. Investments were efficiency-enhancement and maintenance investments.

SEGMENT RESULTS

In the nine-month period, net sales of the Wiping business area totalled EUR 79.1 million and declined by 8 per cent on the previous year. The business area's operating profit was EUR -2.1 million (3.4). The increasing losses in the third quarter were affected by the low level of summertime production in both units.

Net sales of Codi Wipes, at EUR 42.9 million, declined by 10 per cent on the previous year. Sales of baby wipes and moist toilet wipes decreased while sales of personal care wipes were higher than a year earlier. Although average sales prices are lower than in the previous year, during 2010 they have remained stable. As a result of savings measures, the unit's operating costs have decreased since the previous year.

Net sales of Nonwovens decreased by 8 per cent to EUR 40.9 million. Sales of thermobonded hygiene products material clearly decreased. Delivery volumes of hydroentangled wiping materials fell, while the sales of materials used in health care remained at the previous year's level. Sales in the U.S. markets clearly declined in comparison with the corresponding period in the previous year. However, sales in the third quarter in the Russian and U.S. markets clearly increased compared to the previous quarters.

Production was low during the summer due to the holiday shutdown, but since then, the hydroentanglement lines have been operating at a good level. The cost of main raw materials continued to rise until summer, then slowed down and partly levelled off.

Net sales of Flexibles totalled EUR 49.6 million (49.5) in the nine-month period. Operating profit was EUR 0.0 million (3.1). Sales of hygiene packaging, food packaging, and security and system packaging were on par with the previous year. Sales of retail packaging were lower than a year earlier. Deliveries to Russia and eastern Central Europe increased.

The increase in the prices of plastic-based raw materials negatively affected the result of Flexibles. During the comparison period, the business area benefited from the decrease in raw material prices that was seen in early 2009. Considering the price level at the start of 2010, the increase in raw material prices represents approximately EUR 2.5 million in additional expenses in the business area's result.

Employee negotiations were started in Flexibles in Finland on 13 September 2010. The negotiation proposal concerns personnel at the Tampere and Nastola plants, and around 120 people will be affected by the possible head-count reduction. According to the proposal, the plans concern the discontinuation of the Nastola plant's operations and the transfer of production to other Flexibles plants. In addition, the plans will involve a reorganisation of the Tampere plant's production and partial transfer to plants in Poland and Ikaalinen. The employee negotiations are expected to end on 25 October 2010.

SHARE CAPITAL AND SHARES

Share capital and share issue

On 30 June 2010, the registered number of issued shares of Suominen totalled 23,720,112 shares. In the share issue implemented 9 – 23 June 2010, new shares in the amount of 23,108,629 were entered in the trade register on 1 July 2010 and combined with the company's existing shares. Following the registration, the total number of Suominen's shares is 47,395,014 shares. Fully paid share capital is EUR 11,860,056.

Share trading and price

The number of Suominen Corporation shares traded on NASDAQ OMX Helsinki from 1 January to 30 September 2010 was 4,536,139 shares. The trading price varied between EUR 0.63 and EUR 1.74. The final trading price was EUR 0.66, giving the company a market capitalisation of EUR 31.2 million on 30 September 2010.

The company's own shares

On 1 January 2010, the company held 682 of its own shares, accounting for 0.0 per cent of the share capital and votes.

The Annual General Meeting of Shareholders held in 2009 authorised the Board of Directors to decide on the acquisition of a maximum of 200,000 of the company's own shares. Based on the authorisation, the company has repurchased 200,000 of its own shares between 26 February and 27 July 2010. Average price per share was approximately EUR 1.06. The Meeting also authorised the Board of Directors to decide on the conveyance of a maximum of 200,682 of the company's own shares. Within the authorisation the company has conveyed 31,877 of its own shares as emoluments to the Board of Directors in the period under review. The price of the conveyed shares was EUR 1.60 per share.

The Annual General Meeting of Shareholders held on 23 March 2010 authorised the Board of Directors to decide on the acquisition of a maximum of 200,000 of the company's own shares. The Meeting also authorised the Board of Directors to decide on the conveyance of a maximum of 200,682 of the company's own shares. The board of Directors did not exercise its authorities to convey the company's own shares during the period under review.

On 30 September 2010, Suominen Corporation held a total of 168,805 of its own shares, accounting for 0.4 per cent of the share capital and votes.

Stock options

Suominen has stock option plans 2006, 2007 and 2009. The Board of Directors has decided to amend the terms and conditions of the option plans so that an option holder has the right to the same proportion of shares in the company as before the rights offering, i.e. one option right will entitle a holder to subscribe to two shares. The subscription prices per share were also adjusted.

Stock options marked with the symbol 2006A have expired and stock options marked with the symbol 2006B have been returned to the company. According to the 2006C stock option plan, a total of 100,000 stock options have been issued having an original subscription price of EUR 1.66 per share. The new number of shares that can be subscribed under the stock option plans is 200,000, and the new subscription price is EUR 1.05. The subscription period for the 2006C stock options is from 2 May 2010 until 30 October 2011.

A total of 85,000 stock options marked with the symbol 2007A have been issued having an original subscription price of EUR 3.44 per share. The new number of shares that can be subscribed under the stock option plans is 170,000, and the new subscription price is EUR 1.94. A total of 90,000 stock options marked with the symbol 2007B have been issued having an original subscription price of EUR 1.66 per share. The new number of shares that can be subscribed under the stock option plans is 180,000, and the new subscription price is EUR 1.05. The subscription period for the 2007A stock options is from 2 May 2009 until 30 October 2010 and for 2007B stock options from 2 May 2010 until 30 October 2011.

A total of 150,000 stock options marked with the symbol 2009A have been issued having an original subscription price of EUR 1.46 per share. The new number of shares that can be subscribed under the stock option plans is 300,000, and the new subscription price is EUR 0.95. The subscription period for the 2009A stock options is from 2 May 2011 to 30 October 2012.

As the registered number of Suominen's issued shares totals 47,395,014, the number of shares may rise to a maximum of 48,245,014 after stock option subscriptions.

Other authorisation for the board of directors

The Board of Directors still has an authorisation to issue 300,000 more stock options in accordance with the 2009 stock option plan which would entitle holders to subscribe to 600,000 Suominen shares. In addition, the Board of Directors also has authorisation to issue 6,325,098 additional new shares as decided by the Extraordinary General Meeting held on 1 June 2010. The Board of Directors is not otherwise authorised to issue special rights entitling to shares, option rights and/or convertible bonds.

NEAR-FUTURE RISKS AND UNCERTAINTIES

The estimate concerning the development of Suominen's net sales is based in part on forecasts and action plans provided by the Group's customers. Changes in these forecasts and plans resulting from changes in the market situation or changes in customers' inventory levels could affect Suominen's net sales. Due to the uncertain global economic situation, the forecasts are vulnerable to a significant amount of uncertainty.

Nonwovens and Flexibles purchase oil-based raw materials to the value of over EUR 40 million annually. In addition, significant amounts of viscose, printing inks, and solvents are also purchased. Rapid fluctuations in the world market prices of raw materials affect Suominen's profitability.

Suominen does not have any competitors with a fully similar product offering. However, the company has numerous regional, national or international competitors in its different product groups. There is production oversupply in most product groups. If Suominen is not able to compete with an attractive product offering, it may lose some of its market share. The competition may lead to increased pricing pressure on the company's products.

Suominen's cost-saving and operational enhancement efforts are focused on areas such as improving yield, increasing machine speeds, and reducing changeover time. The benefits of these efforts will be most evident if production volumes will increase. Delays in the implementation of measures or their failure would have a negative impact on the company's result.

The financial covenants of Suominen's credit agreements provide a maximum level for the ratio of net debts to EBITDA. Due to the situation at the end of September, the company negotiated discharge from these special conditions, and also intends to negotiate on permanent amendments to the conditions on credit agreements by the end of the year. If agreement is not reached with the financiers in these negotiations, the lenders have the right to use acceleration clauses and declare the loans due and payable prior maturity.

The sensitivity of Suominen's group goodwill, and possible changes in the general assumptions are described in the notes to the financial statements for 2009. Suominen's business risks are described in the report of the Board of Directors for 2009, and in the Finnish offering memorandum dated on 4 June 2010.

OUTLOOK

Demand for Suominen's products is evaluated on the basis of customer contracts and use forecast provided by customers.

Demand for Suominen's products and deliveries to customers in 2010 have been below the level of the corresponding period in 2009. Demand is expected to remain at current level and net sales for the year is estimated to be lower than in 2009. Net sales are, however, expected to be higher in the latter half of 2010 than in the first half.

Suominen's raw material costs clearly increased in the first half of the year. The rise in oil-based raw material prices that continued through the summer has stopped and the prices have stabilised. Savings in the company's operating costs have been achieved and operating costs are expected to remain at a lower level than in 2009. The employee negotiations taking place in Flexibles are expected to end on 25 October 2010. If the negotiations are realised as proposed, it would represent an estimated EUR 2.5 million in non-recurring costs, a big part of which would be incurred in the 2010 budget.

Due to the decrease in sales volumes, lower margins and possible non-recurring expenses, the operating profit for 2010 is expected to be negative.

SUOMINEN CORPORATION CONSOLIDATED 1 JANUARY – 30 SEPTEMBER 2010

This interim report has been prepared in compliance with IAS 34 Interim Financial Reporting. Principles for preparing the interim report are the same as those used for preparing the financial statements for 2009, and this interim report should be read parallel to the financial statements for 2009. Changes to published accounting standards and interpretations, together with the new accounting standards that came into force on 1 January 2010, are presented in the financial statements for 2009. All calculations in this interim report have been prepared in compliance with revised IAS 1, 'Presentation of Financial Statements'. The revised standard is aimed at improving users' ability to analyse and compare the information given in financial statements by separating changes in equity of an entity arising from transactions with owners from other changes in equity. Non-owner changes in equity will be presented in the statement of comprehensive income.

The figures in this interim report have not been audited.

BALANCE SHEET

EUR 1 000	9/2010	9/2009	12/2009
Assets			
Non-current assets			
Goodwill	23 404	23 404	23 404
Intangible assets	735	718	795
Tangible non-current assets	54 707	57 781	57 044
Available-for-sale financial assets	212	212	212
Held-to-maturity investments	354	225	225
Deferred tax assets	54	1 227	921
Non-current assets, total	79 466	83 567	82 601
Current assets			
Inventories	26 203	21 366	22 598
Trade receivables	12 791	12 147	11 514
Other current receivables	2 397	2 966	4 416
Income tax receivables	1 081	1 267	112
Cash at bank and in hand	3 481	2 101	1 589
Current assets, total	45 953	39 847	40 229
Assets, total	125 419	123 414	122 830
Shareholders' equity and liabilities			
Equity attributable to owners of the parent			
Share capital	11 860	11 860	11 860
Share premium account	24 681	24 681	24 681
Invested non-restricted equity fund	9 649		
Fair value and other reserves	-195	-717	-402
Translation differences	437	-344	-117
Other shareholders' equity	-3 808	925	667
Shareholders' equity, total	42 624	36 405	36 689
Liabilities			
Non-current liabilities			
Deferred tax liabilities	2 110	3 747	3 065
Provisions	280		280
Capital loans	4 000	6 000	6 000
Interest-bearing liabilities	39 015	44 001	43 390
Non-current liabilities, total	45 405	53 748	52 735
Current liabilities			
Interest-bearing liabilities	12 958	9 686	9 471
Capital loans	2 000	2 000	2 000
Income tax liabilities	69	828	39
Trade payables and other current liabilities	22 363	20 747	21 896
Current liabilities, total	37 390	33 261	33 406
Liabilities, total	82 795	87 009	86 141
Shareholders' equity and liabilities, total	125 419	123 414	122 830

STATEMENT OF INCOME

EUR 1 000	7-9/2010	7-9/2009	1-9/2010	1-9/2009	1-12/2009
Net sales	43 359	44 167	128 123	134 499	179 354
Cost of goods sold	-42 462	-39 939	-121 878	-118 649	-158 969
Gross profit	897	4 228	6 245	15 850	20 385
Other operating income	248	28	712	406	530
Sales and marketing expenses	-993	-920	-2 807	-2 630	-3 715
Research and development	-413	-614	-1 384	-1 613	-2 297
Administration expenses	-1 484	-1 695	-4 612	-5 443	-7 144
Other operating expenses	-79	-55	-320	-469	-1 053
Operating profit	-1 824	971	-2 166	6 100	6 706
Financial income and expenses	-1 028	-1 528	-3 154	-4 656	-5 701
Profit before income taxes	-2 852	-557	-5 320	1 444	1 005
Income taxes	707	192	1 294	-236	-145
Profit/loss for the period	-2 145	-365	-4 026	1 208	860
Earnings/share, EUR	-0.05	-0.01	-0.10	0.03	0,02

Earnings per share is presented by taking into account the new shares, 23,674,902, given in the share issue. Share issue adjustment has also an effect on comparison period's EPS.

STATEMENT OF COMPREHENSIVE INCOME

EUR 1 000	7-9/2010	7-9/2009	1-9/2010	1-9/2009	1-12/2009
Profit/loss for the period	-2 145	-365	-4 026	1 208	860
Other comprehensive income					
Total exchange differences on foreign operations	407	804	499	29	335
Fair value changes of cash flow hedges	417	-10	749	-380	48
Fair value changes of available-for-sale assets				73	73
Other reclassifications	5	-76	3	-81	-9
Income tax on other comprehensive income	-214	-207	-324	72	-119
Total other comprehensive income	615	511	927	-287	328
Total comprehensive income for the period	-1 530	146	-3 099	921	1 188

STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

EUR 1 000	Share capital	Share premium account	Invested non-restricted equity fund	Own shares	Translation differences	Fair value reserves	Retained earnings	Total
Total equity at 1 Jan. 2010	11 860	24 681	0	-1	-117	-401	667	36 689
Profit/loss for the period							-4 026	-4 026
Other comprehensive income					554	370	3	927
Share issue							22	22
Share-based payments			9 649					9 649
Dividend							-474	-474
Repurchase of own shares				-213				-213
Conveyance of own shares				51			-1	50
Total equity at 30 Sept. 2010	11 860	24 681	9 649	-163	437	-31	-3 809	42 624
EUR 1 000	Share capital	Share premium account	Invested non-restricted equity fund	Own shares	Translation differences	Fair value reserves	Retained earnings	Total
Total equity at 1 Jan. 2009	11 860	24 681	0	-50	-365	-490	-246	35 390
Profit/loss for the period							1 208	1 208
Other comprehensive income					21	-227	-81	-287
Share-based payments							51	51
Conveyance of own shares				49			-6	43
Total equity at 30 Sept. 2009	11 860	24 681	0	-1	-344	-717	926	36 405
EUR 1 000	Share capital	Share premium account	Invested non-restricted equity fund	Own shares	Translation differences	Fair value reserves	Retained earnings	Total
Total equity at 1 Jan. 2009	11 860	24 681	0	-50	-365	-490	-246	35 390
Profit/loss for the period							860	860
Other comprehensive income					248	89	-9	328
Share-based payments							68	68
Conveyance of own shares				49			-6	43
Total equity at 31 Dec. 2009	11 860	24 681	0	-1	-117	-401	667	36 689

CASH FLOW STATEMENT

EUR 1 000	1-9/2010	1-9/2009	1-12/2009
Operations			
Operating profit	-2 166	6 100	6 706
Total adjustments	6 783	7 984	10 367
Cash flow before change in working capital	4 617	14 085	17 073
Change in working capital	-2 224	15 685	15 234
Financial items	-2 394	-4 596	-5 263
Taxes paid	-57	-206	-251
Cash flow from operations	-58	24 968	26 793
Investment payments			
Investments in tangible and intangible assets	-4 720	-2 798	-4 373
Proceeds from disposal of fixed assets and other proceeds	687	218	388
Cash flow from investing activities	-4 033	-2 580	-3 985
Financing			
Non-current loans drawn	2 000	35 192	35 192
Repayments of non-current loans	-5 032	-57 772	-58 722
Change in commercial papers	1 986		
Repayments of capital loans	-2 000	-2 000	-2 000
Dividends paid	-474		
Repurchase and conveyance of own shares	-163	44	44
Share issue	9 649		
Cash flow from financing	5 966	-24 536	-25 486
Change in cash and cash equivalents	1 875	-2 149	-2 678

KEY FIGURES	7-9/2010	7-9/2009	1-9/2010	1-9/2009	1-12/2009
Net sales, change, % *	-1.8	-19.9	-4.7	-18.4	-16.4
Gross profit, % **	2.1	9.6	4.9	11.8	11.4
Operating profit, % **	-4.2	2.2	-1.7	4.5	3.7
Financial income and expenses, % **	-2.4	-3.5	-2.5	-3.5	-3.2
Profit before income taxes, % **	-6.6	-1.3	-4.2	1.1	0.6
Profit for the period year, % **	-4.9	-0.8	-3.1	0.9	0.5
Earnings/share, EUR	-0.05	-0.01	-0.10	0.03	0.02
Equity/share, EUR			0.90	1.00	1.01
Dividend/share, EUR					0.02
Cash flow from operations/share, EUR			0.00	0.69	0.74
Return on equity (ROE), %			-13.5	4.5	2.4
Return on invested capital (ROI), %			-2.8	7.5	6.4
Equity ratio, %			34.0	29.5	29.9
Gearing, %			127.8	163.4	161.2
Gross investments, EUR 1 000			4 605	3 000	4 507
Depreciation, EUR 1 000			7 134	7 626	10 158

* Compared with the corresponding period of the previous year.

** As of net sales.

SEGMENT REPORTING**Wiping**

EUR 1 000	1-9/2010	1-9/2009	Change %	1-12/2009
Net sales				
- Codi Wipes	42 938	47 656	-9.9	64 479
- Nonwovens	40 925	44 406	-7.8	56 905
- eliminations	-4 733	-6 296	-24.8	-7 888
Total	79 130	85 766	-7.7	113 496
Operating profit	-2 066	3 401		4 299
% of net sales	-2.6	4.0		3.8
Assets	76 793	79 106		78 991
Liabilities	13 445	11 257		13 349
Net assets	63 349	67 849		65 641
Investments	1 943	1 691		2 447
Depreciation	4 748	5 152		6 784
Average personnel	375	390		392

Flexibles

EUR 1 000	1-9/2010	1-9/2009	Change %	1-12/2009
Net sales	49 627	49 531	0.2	66 894
Operating profit	18	3 136		2 823
% of net sales	0.0	6.3		4.2
Assets	47 453	44 203		44 462
Liabilities	11 188	8 663		10 039
Net assets	36 265	35 540		34 423
Investments	2 620	1 309		2 059
Depreciation	2 368	2 420		3 349
Average personnel	527	540		541

Non-allocated items

EUR 1 000	1-9/2010	1-9/2009	1-12/2009
Net sales	-634	-798	-1 036
Operating profit	-118	-437	-415
Assets	1 173	105	-623
Liabilities	58 162	67 090	62 752
Investments	42		1
Depreciation	18	53	24
Average personnel	11	11	11

NET SALES BY MARKET AREA

EUR 1 000	1-9/2010	1-9/2009	1-12/2009
Finland	20 094	22 852	29 883
Scandinavia	11 266	11 838	15 843
The Netherlands	6 380	9 596	12 004
Other Europe	81 502	77 584	106 220
Other countries	8 881	12 630	15 404
Net sales, total	128 123	134 499	179 354

QUARTERLY FIGURES

EUR 1 000	IV/2009	I/2010	II/2010	III/2010	IV/2009- III/2010
Net sales					
Wiping					
- Codi Wipes	16 824	13 884	14 844	14 210	59 762
- Nonwovens	12 499	12 246	13 722	14 958	53 424
- eliminations	-1 592	-1 667	-1 333	-1 734	-6 326
Total	27 730	24 462	27 234	27 434	106 860
Flexibles	17 363	16 395	17 107	16 125	66 990
Non-allocated items	-238	-241	-193	-200	-872
Net sales, total	44 855	40 616	44 148	43 359	172 978
Operating profit					
Wiping	898	-142	-787	-1 136	-1 168
% of net sales	3.2	-0.6	-2.9	-4.1	-1.1
Flexibles	275	-135	873	-720	293
% of net sales	1.6	-0.8	5.1	-4.5	0.4
Non-allocated items	21	-48	-103	33	-96
Operating profit before non-recurring costs	1 195	-325	-17	-1 824	-971
% of net sales	2.7	-0.8	0.0	-4.2	-0.6
Non-recurring costs	-589				-589
Operating profit, total	606	-325	-17	-1 824	-1 560
% of net sales	1.4	-0.8	0.0	-4.2	-0.9
Net financial expenses	-1 045	-1 138	-988	-1 028	-4 198
Profit before income taxes	-439	-1 463	-1 005	-2 852	-5 758

TAXES FOR THE PERIOD UNDER REVIEW

Income tax expense is recognised based on the estimated average income tax rate for the full financial year.

INFORMATION ON RELATED PARTIES

Suominen has related party relationships with the members of the Board of Directors, and the members of the Corporate Executive Team. The company has no investments in associated companies. Salaries paid to the related parties amounted to EUR 827 thousand, share-based payments EUR 22 thousand, unsecured loans EUR 660 thousand, and interest payments EUR 102 thousand.

MOVEMENTS IN BORROWINGS

EUR 1 000	1-9/2010	1-9/2009
Total borrowings on 1 January	60 861	86 403
Commercial papers on 1 January		
Change in commercial papers	1 986	
Commercial papers on 30 September	1 986	0
Non-current loans on 1 January	52 861	76 403
Change in non-current loans	-2 874	-22 716
Non-current loans on 30 September	49 987	53 687
Capital loans on 1 January	8 000	10 000
Change in capital loans	-2 000	-2 000
Capital loans on 30 September	6 000	8 000
Total borrowings on 30 September	57 973	61 687

CHANGES IN FIXED ASSETS

EUR 1 000	1-9/2010		1-9/2009		1-12/2009	
	Tangible	Intangible	Tangible	Intangible	Tangible	Intangible
Book value at the beginning of the period	57 044	795	62 661	855	62 661	855
Investments	4 389	87	2 929	18	4 311	143
Decreases	-302	-2	-151		-161	
Depreciation and impairment	-6 988	-146	-7 472	-154	-9 955	-203
Translation differences and other changes	564		-186	-1	188	
Book value at the end of the period	54 707	734	57 781	718	57 044	795

CONTINGENT LIABILITIES

EUR 1 000	9/2010	9/2009	12/2009
For own debt			
Real estate mortgages	24 045	24 045	24 045
Corporate mortgages	50 000	50 000	50 000
Other own commitments			
Leasing rents and commitments	9 138	11 016	9 878
Rental liabilities	8 877	9 238	8 494
Guarantee commitments	1 825	1 515	1 752

NOMINAL AND FAIR VALUES OF DERIVATIVE FINANCIAL INSTRUMENTS

EUR 1 000	9/2010	9/2009	12/2009
Currency derivatives			
Nominal value	5 568	5 584	5 637
Fair value	-176	-19	-27
Interest rate derivatives			
Nominal value	14 500	33 500	25 833
Fair value	-223	-621	-448
Electricity derivatives			
Nominal value	2 962	1 826	1 292
Fair value	158	-464	-120
Commodity derivatives			
Nominal value		1 742	435
Fair value		-14	48

Helsinki, 22 October 2010

SUOMINEN CORPORATION

Board of Directors

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