

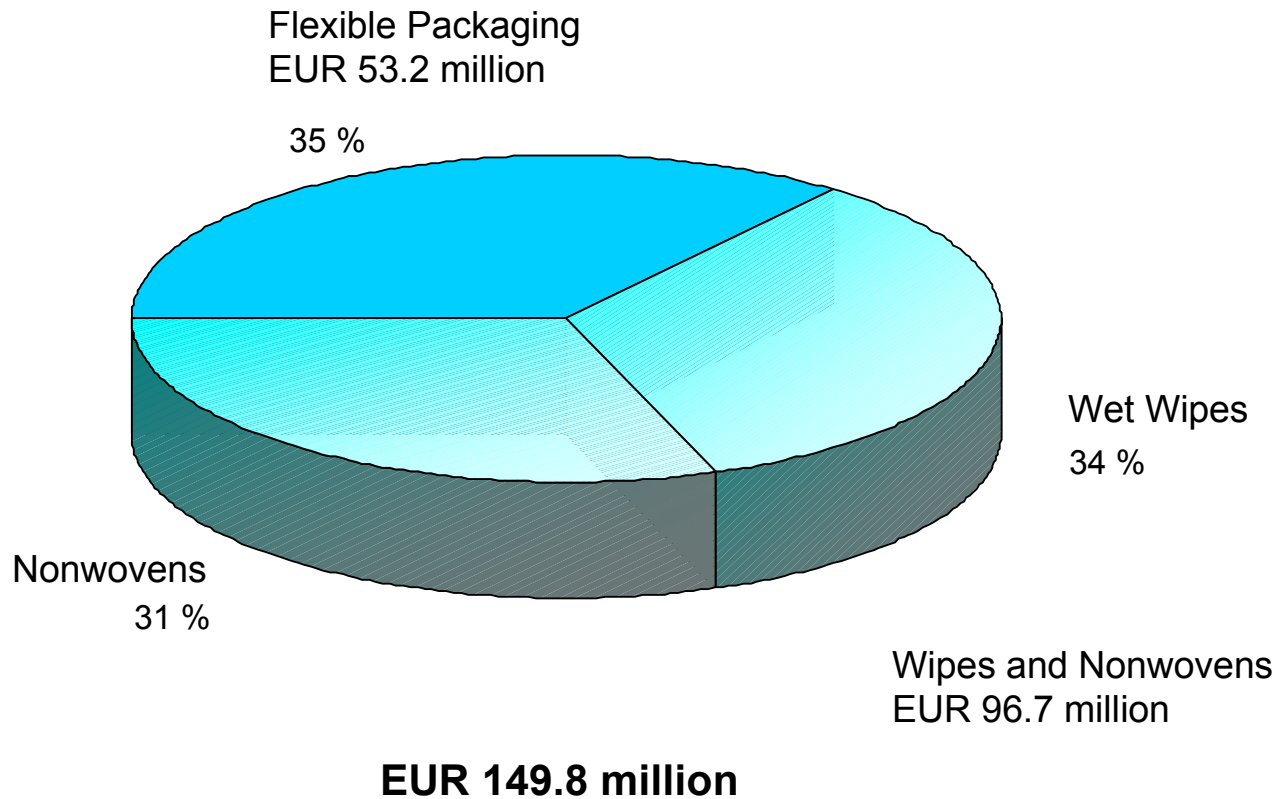
SUOMINEN CORPORATION

INTERIM REPORT

1 JANUARY - 30 SEPTEMBER 2005

PRESENTATION 26 OCTOBER 2005

Breakdown of Net Sales 1 - 9/2005



P & L in Brief

1 July - 30 September

EUR million	2005	2004	Change %
Net sales	50.1	53.5	-6.3
Operating profit	0.1	0.9	-93.3
Profit/loss for the period from continuing operations	-0.7	-0.4	
Profit/loss for the period from discontinued operations	0.8	0.2	
Profit/loss for the period	0.2	-0.2	

P & L in Brief

1 January - 30 September

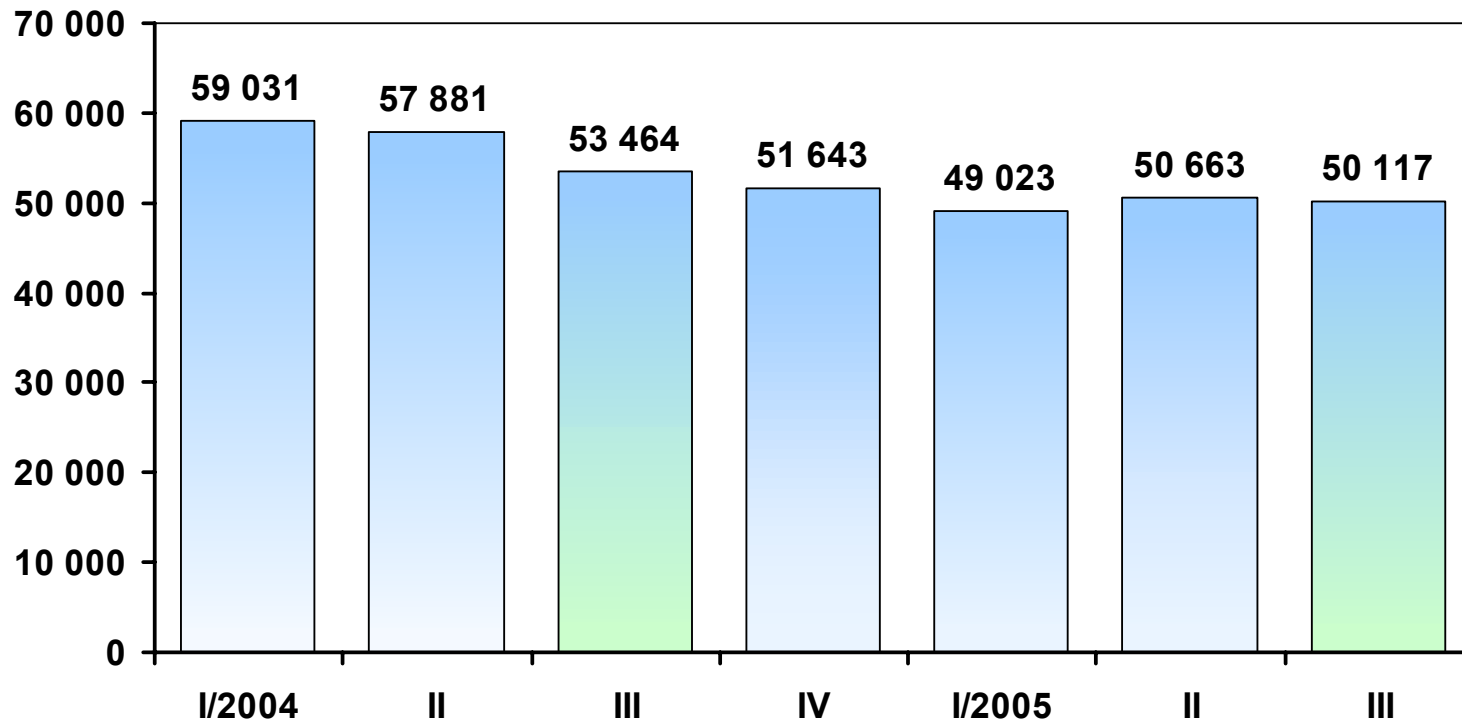
EUR million	2005	2004	Change %
Net sales	149.8	170.4	-12.1
Operating profit	-1.9	7.8	-124.7
Profit before taxes	-4.8	5.0	-197.2
Taxes	1.5	-0.6	
Profit/loss for the period from continuing operations	-3.4	4.3	
Profit/loss for the period from discontinued operations	0.9	-0.3	
Profit/loss for the period	-2.4	4.1	

Key Figures

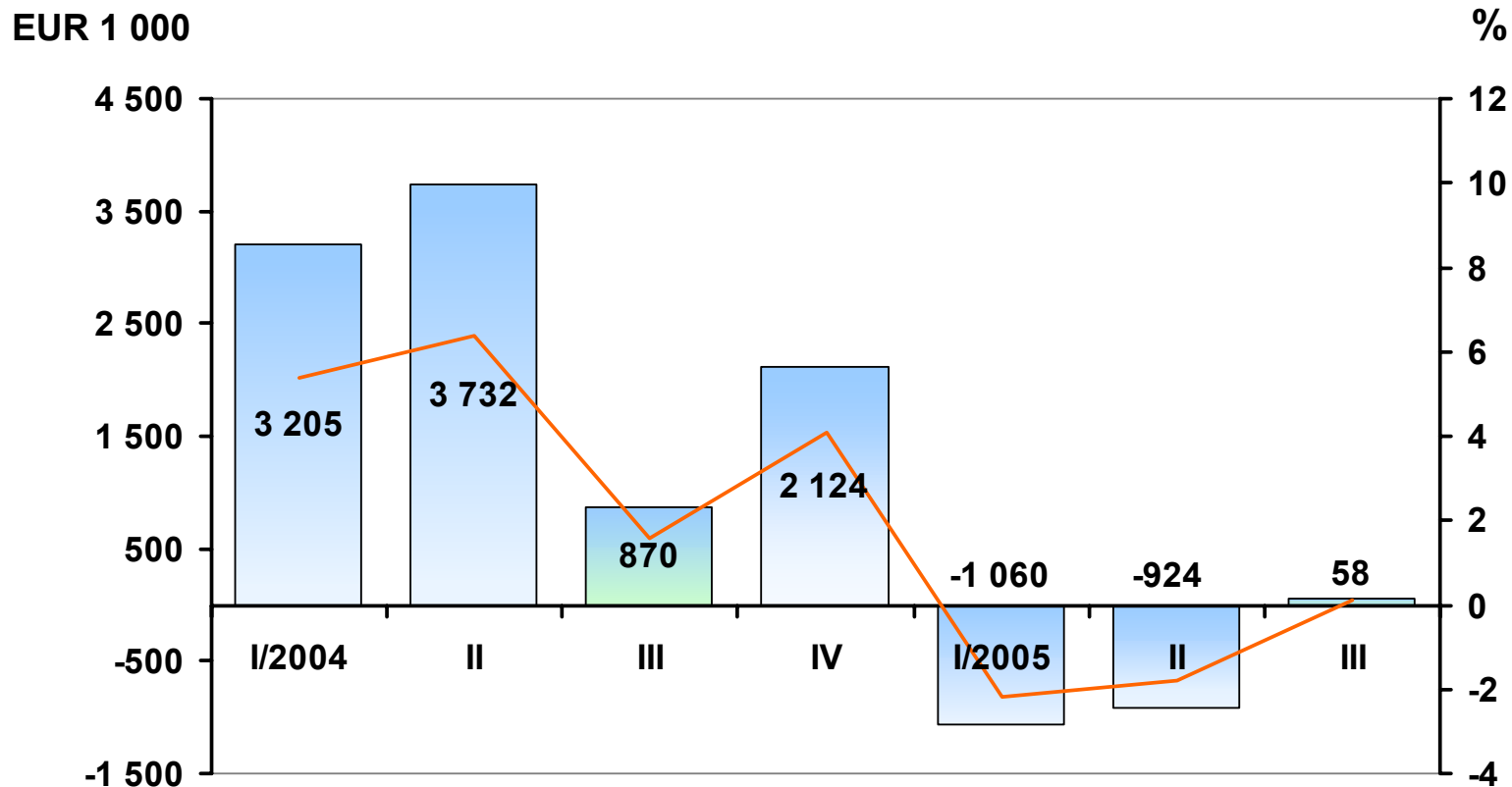
	9/2005	9/2004
Earnings/share, EUR	-0.10	0.17
Equity/share, EUR	2.40	2.45
Cash flow from operations/share, EUR	-0.04	0.16
Return on equity, % (ROE)	-5.7	8.5
Return on invested capital, % (ROI)	-0.2	6.3
Equity ratio, %	29.1	29.0
Equity ratio, %, capital loans in equity	32.2	33.1
Gearing, %	180.5	168.1
Gearing, %, capital loans in equity	153.8	135.6
Gross investments, EUR 1 000	6 503	8 681
Depreciation, EUR 1 000	11 263	11 853

Suominen Corporation Net Sales, Continuing Operations I/2004 - III/2005

EUR 1 000



Suominen Corporation Operating Profit, Continuing Operations I/2004 - III/2005



Suominen Total

- **Net sales of continuing operations for the period declined by 12 per cent from the previous year.**
- **Operating loss from continuing operations was EUR 1.9 million and result after taxes EUR -3.4 million.**
- **Inka was sold in the end of September. Result after taxes from discontinued operations was EUR +0.9 million.**
- **The sale relieved the balance sheet by EUR 10 million.**
- **Net result was EUR -2.4 million and earnings per share EUR -0.10.**
- **Prices for the oil-based raw materials stopped to decline during the summer. In October the prices soared.**

Net Sales by Business Area

1 January - 30 September

EUR 1000	2005	2004	Change %
Wipes and Nonwovens			
- Wet Wipes	50 692	66 068	-23.3
- Nonwovens	52 878	55 569	-4.8
- eliminations	-6 857	-2 209	
Total	96 713	119 428	-19.0
Flexible Packaging	53 165	51 063	4.1
Consolidation items and eliminations	-75	-115	34.8
Net sales, continuing operations, total	149 803	170 376	-12.1

Earnings by Business Area

1 January - 30 September

EUR 1 000	2005	2004
Wipes and Nonwovens	-1 716	6 049
Flexible Packaging	240	1 916
Consolidation items and eliminations	-450	-158
Operating profit from continuing operations	-1 926	7 807

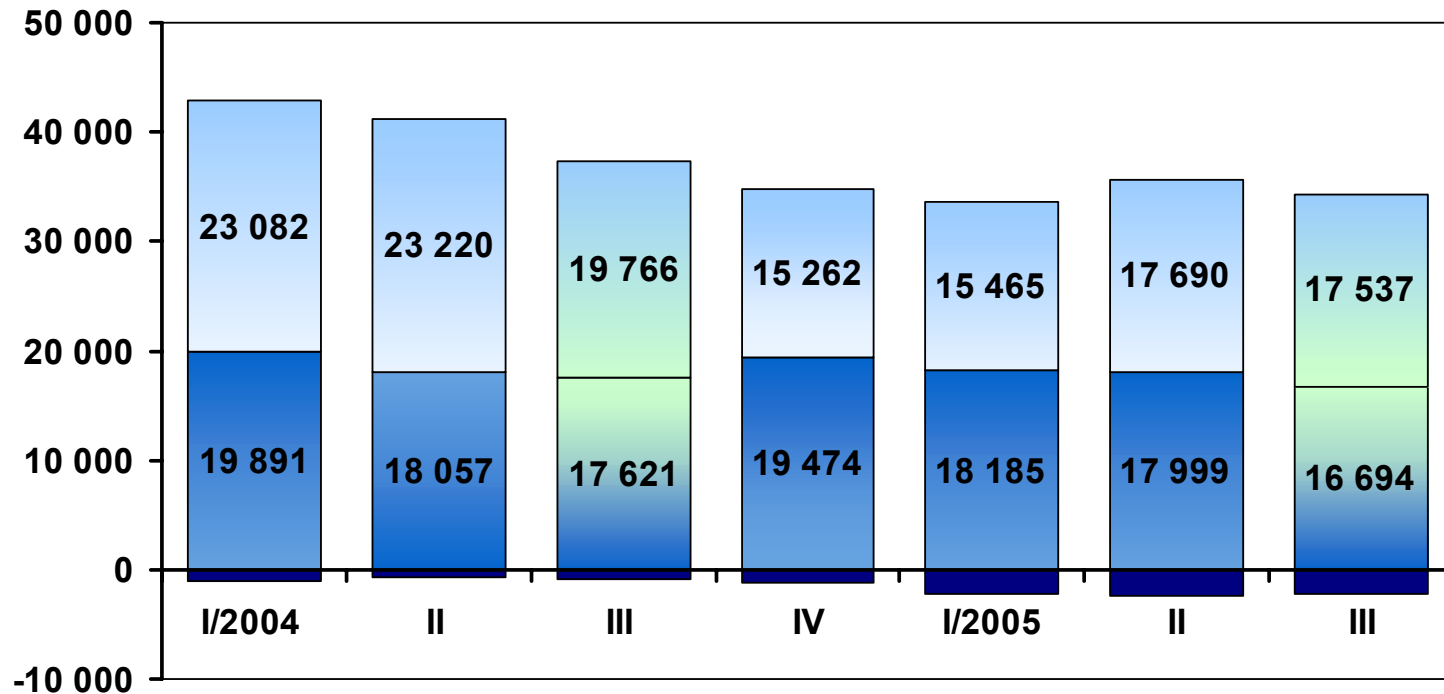
Wipes and Nonwovens

1 January - 30 September

EUR 1 000	2005	2004	Change %
Net sales	96 713	119 428	-19.0
Operating profit	-1 716	6 049	
Personnel	541	571	-5.3
Investment	4 239	3 796	11.7
Return on invested capital, %	-2.1	7.3	

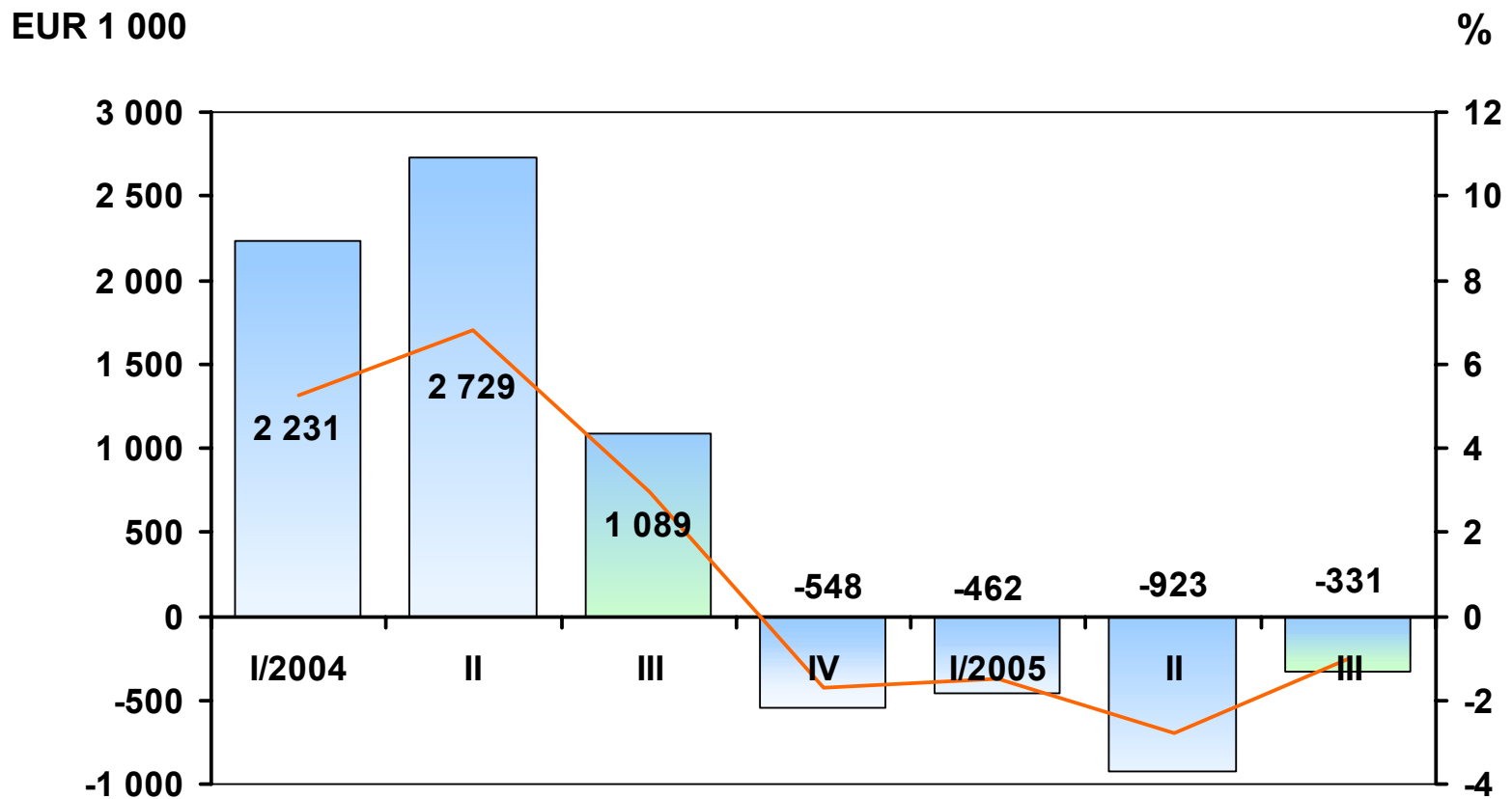
Wipes and Nonwovens Net Sales I/2004 - III/2005

EUR 1 000



■ Eliminations ■ Nonwovens ■ Wet Wipes

Wipes and Nonwovens Operating Profit I/2004 - III/2005



Wipes and Nonwovens

Wet Wipes

- **Sales volumes, sales prices, and margins from converting were down.**
- **Loss of sales in 2004 has been partly replaced with increased sales to retail chains.**
- **Due to the production difficulties of early 2005 and measures taken to secure adequate production, costs were at a high level and performance on red.**
- **Production efficiency has improved, and starting from September the number of temporary labour were reduced.**

Wipes and Nonwovens

Nonwovens

- **Net sales declined by 5 per cent.**
- **Sales of hydroentangled nonwovens were on the previous year's level. Deliveries to the US market decreased while European deliveries grew.**
- **Internal deliveries were three times higher than in 2004.**
- **Sales of thermally bonded nonwovens were down.**
- **Investment to heating plant, which is fired with food chip and nonwoven waste, progressed.**

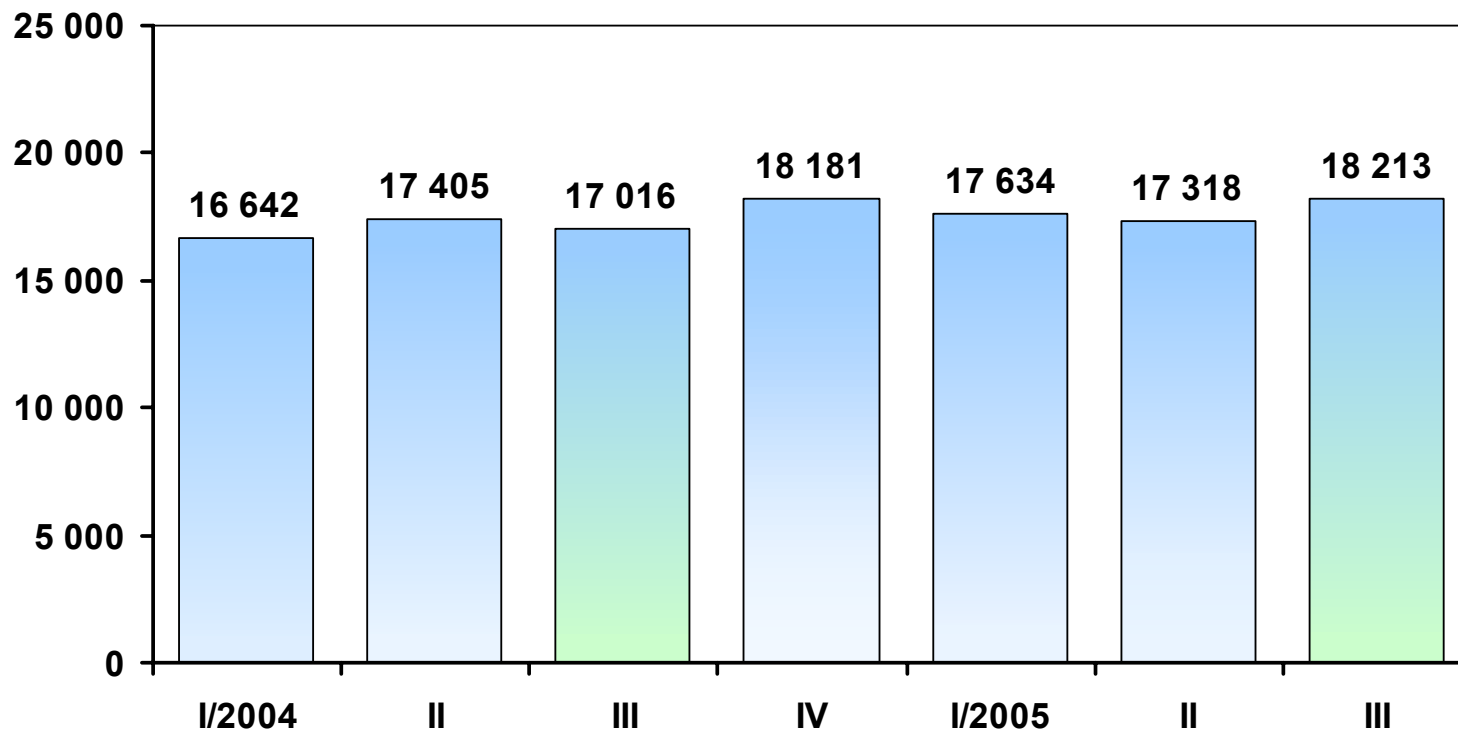
Flexible Packaging

1 January - 30 September

EUR 1 000	2005	2004	Change %
Net sales	53 165	51 063	4.1
Operating profit	240	1 916	
Personnel	608	623	-2.4
Investment	2 249	4 767	-52.8
Return on invested capital, %	0.6	5.2	

Flexible Packaging Net Sales I/2004 - III/2005

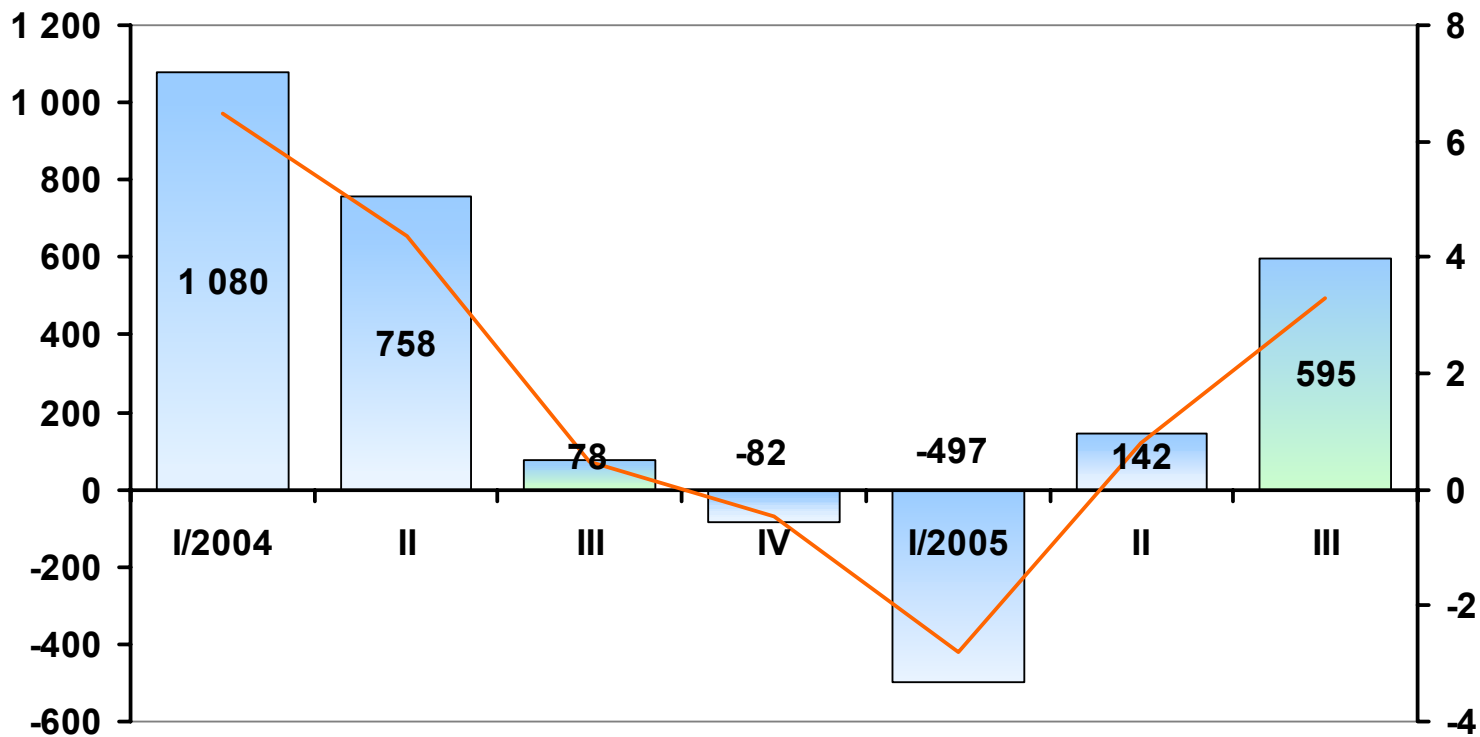
EUR 1 000



Flexible Packaging Operating Profit I/2004 - III/2005

EUR 1 000

%



Flexible Packaging

- **Sales of hygiene product packaging increased by 18 per cent.**
- **Sales of food packaging also increased. Sales of retail packaging and special products were on the level of 2004.**
- **Result rose from Q2 thanks to improved sales prices, decreased raw material prices and increased sales volumes.**
- **Raw material costs were higher than those of 2004.**
- **Investments to machinery in Poland and to incineration plant for volatile organic compounds in Tampere.**

Outlook

- **Based on contracts concluded, customer-need forecasts, and orders in hand, net sales for 2005 are expected to decrease by approximately 10 per cent on 2004.**
- **In October, prices for oil-based raw materials turned up sharply.**
- **Decision on Corporate wide cost cutting program was made on 25 October. Savings EUR 5 million annually, costs for the current year EUR 1 million.**
- **A loss is forecasted for the final quarter and for the financial year 2005.**