

Suominen Corporation

Interim Report

1 January - 31 March 2007

Presentation 25 April 2007

Performance

Kalle Tanhuanpää
President and CEO

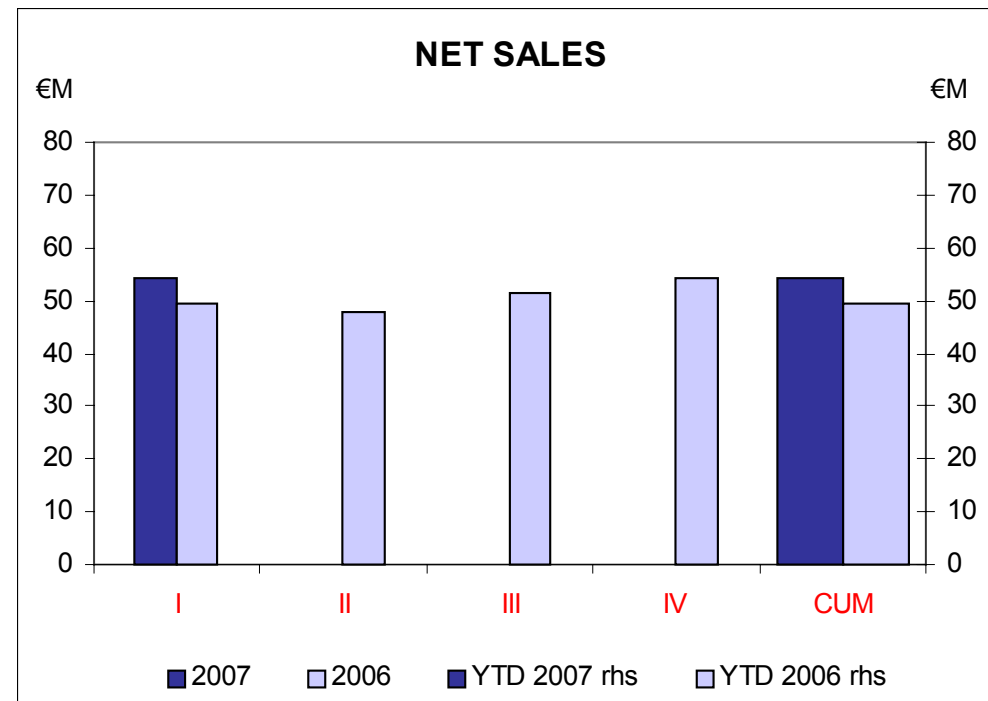
Suominen total

EUR million	Q1 2007	Q1 2006	2006
Net sales	54.3	49.3	202.6
Operating profit	1.3	0.6	1.2
Net result	0.2	-0.3	-1.8
EPS, EUR	0.01	-0.01	-0.08

- Q1 result in black thanks to brisk sales and efficiency-enhancement measures.

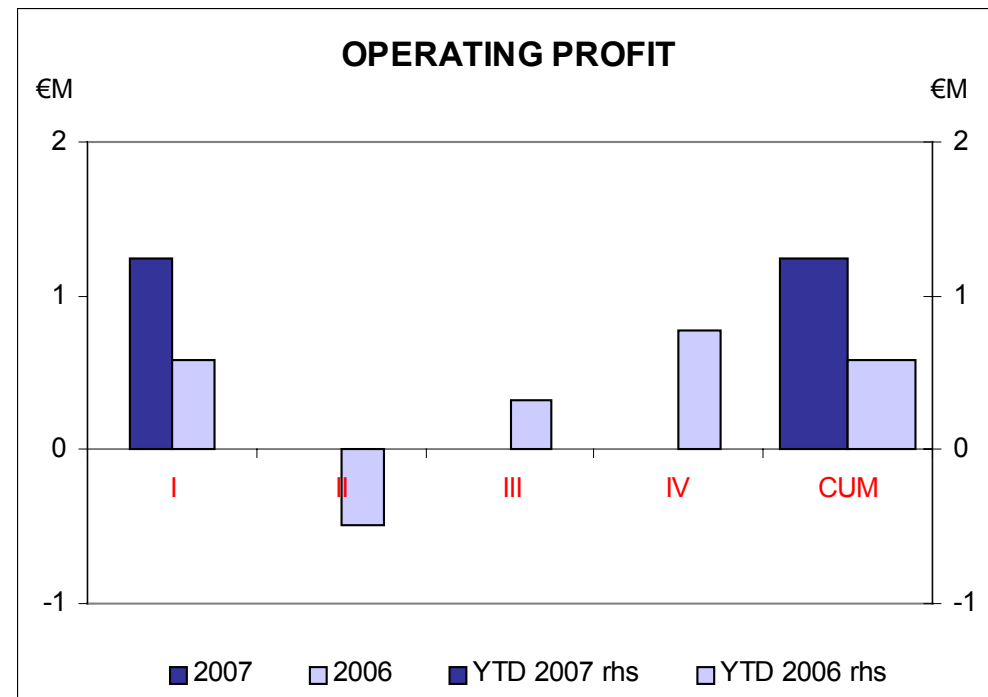
Sales volumes up

- Net sales in Q1 grew by 10% on 2006.
- Strong growth of sales in all units.
- Growth was a result of clearly increased volumes.

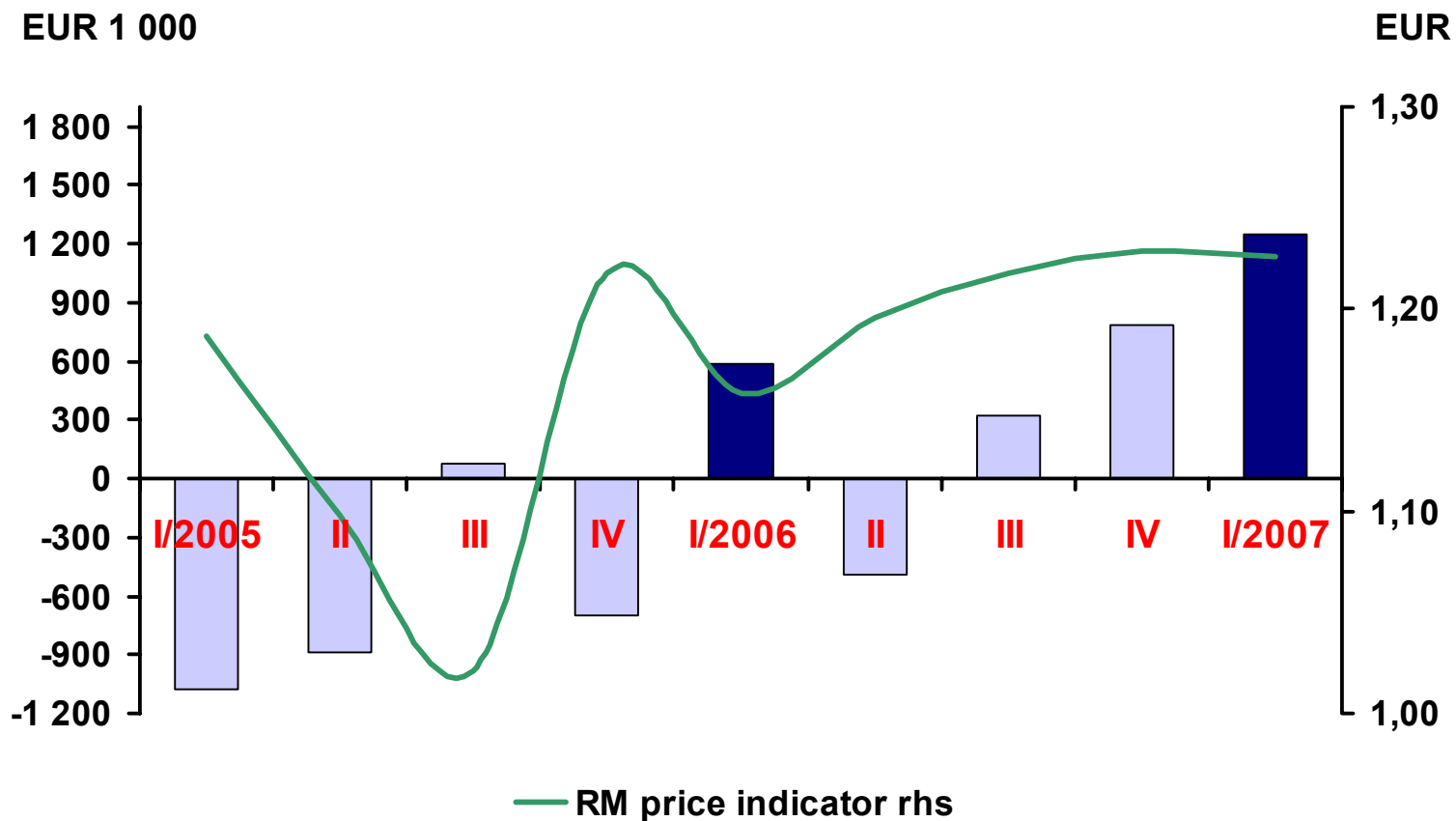


Q1 on profit

- Operating profit, EUR 1.3 million, up from the EUR 0.6 million of 2006.
- Stairs to Top efficiency-enhancement program progressed well. Impact of efficiency improvements was over EUR 1 million.
- Raw material prices rose on 2006. Savings in energy and transportation costs.
- Profit before taxes EUR 0.3 million (-0.3).

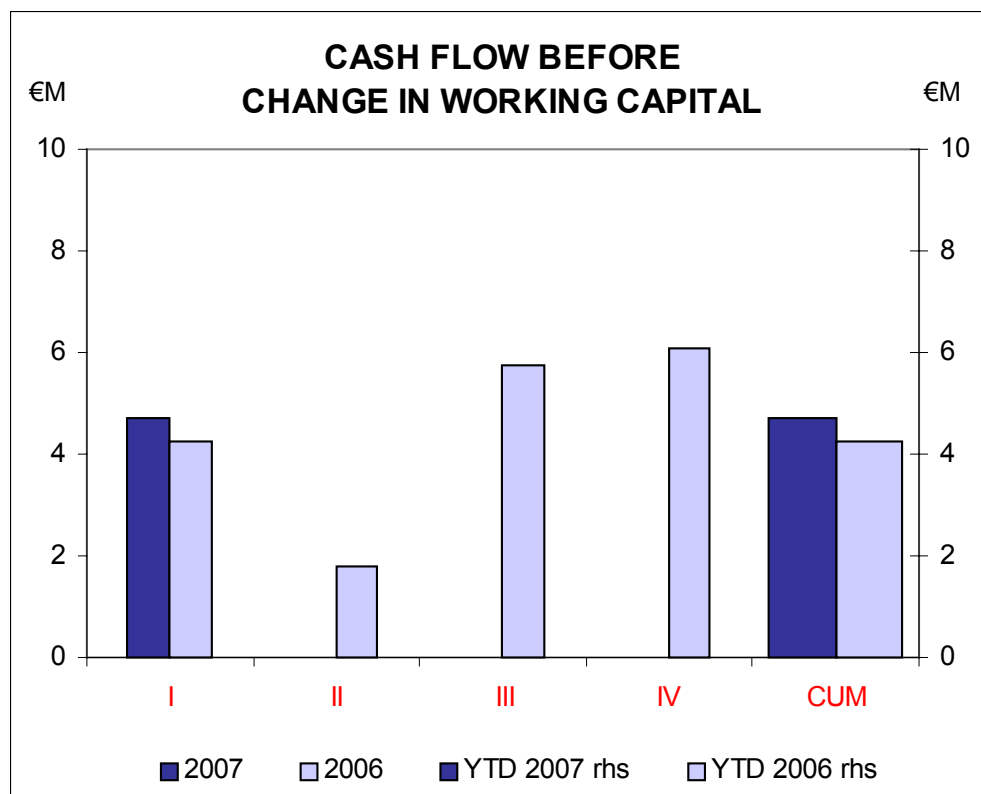


Operating profit vs. raw material prices



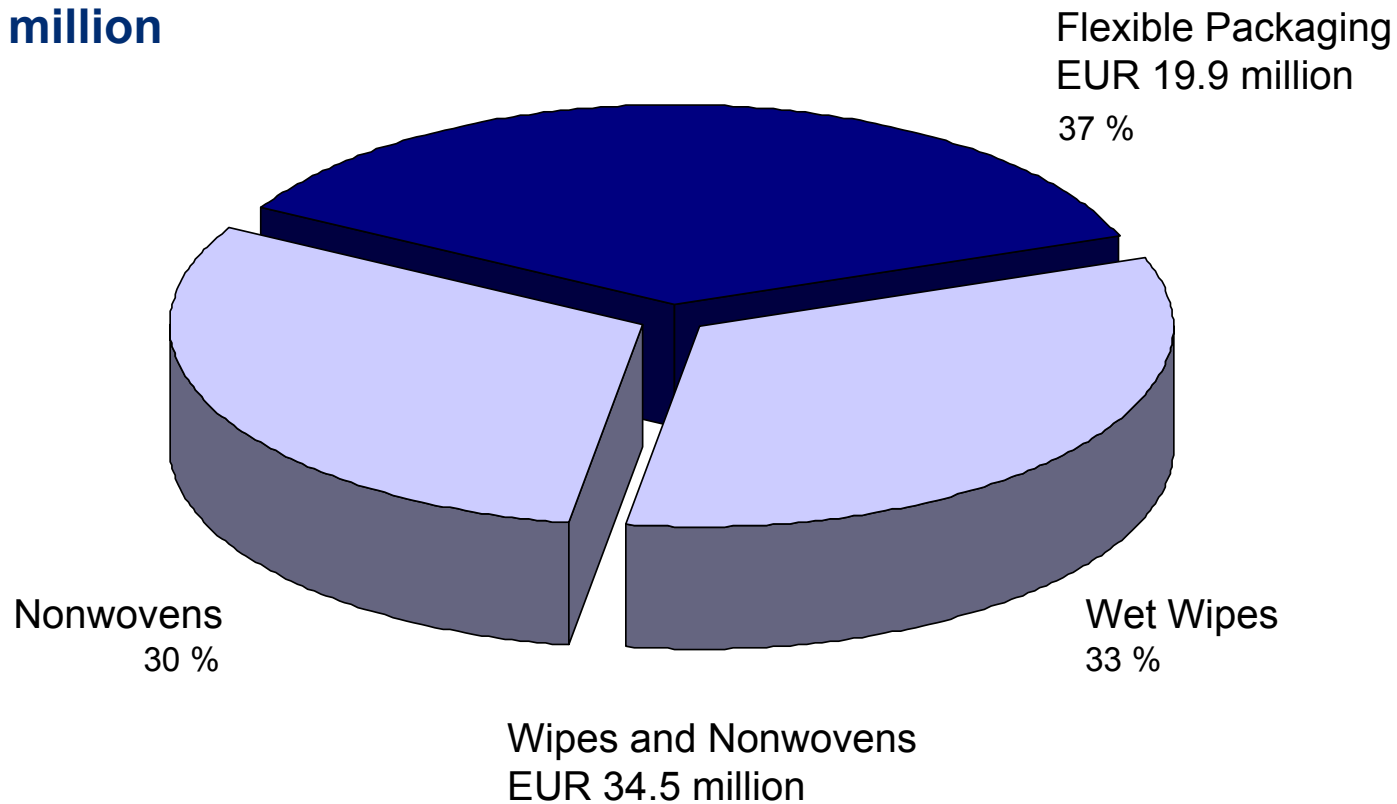
Operating cash flow

- Cash flow before change in working capital was EUR 4.7 million (4.3).
- Cash flow from operations before interest-bearing receivables was EUR 2.3 million (4.5)
- Cash flow from operations, EUR -1.2 million, includes prepayments of pension charges of EUR 3.6 million.



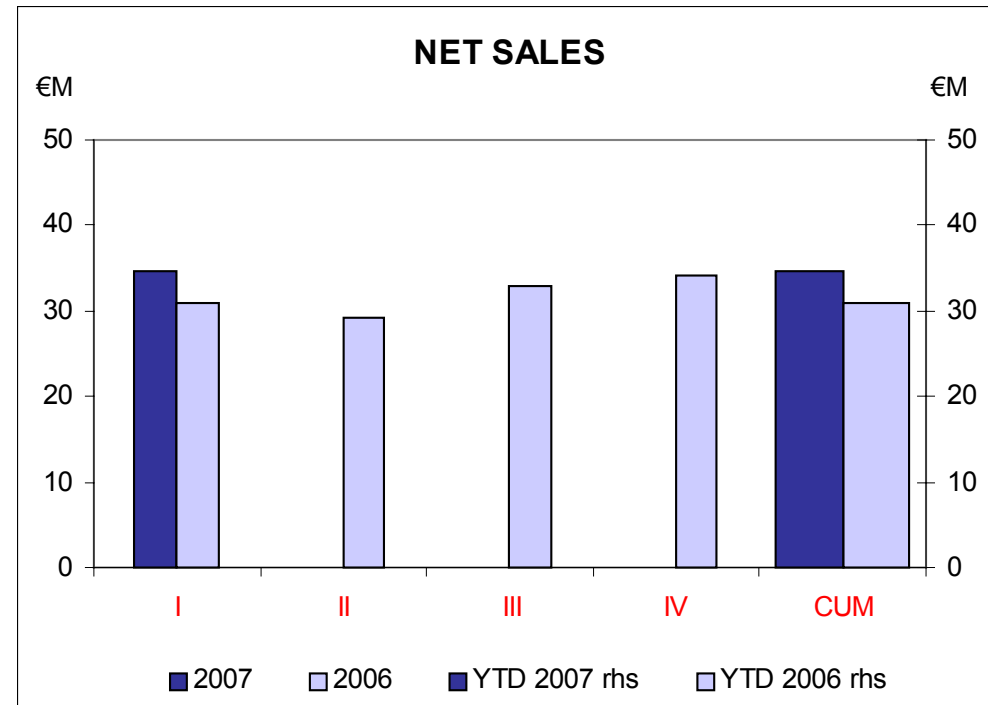
Break down of net sales 1 - 3/2007

EUR 54.3 million



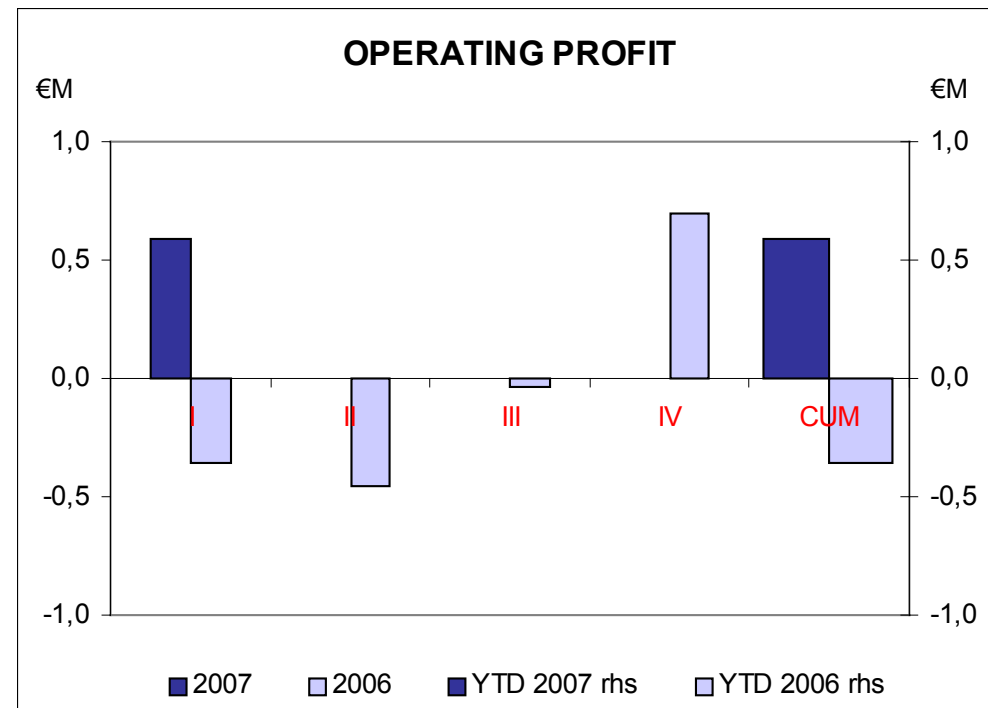
Wipes and Nonwovens - strong sales

- Sales up by 12% in Q1.
- Healthy sales to brand owners.
- Growth in Nonwovens was a result of increased deliveries of spunlaced substrate.
- No remarkable changes in the sales to retailers.



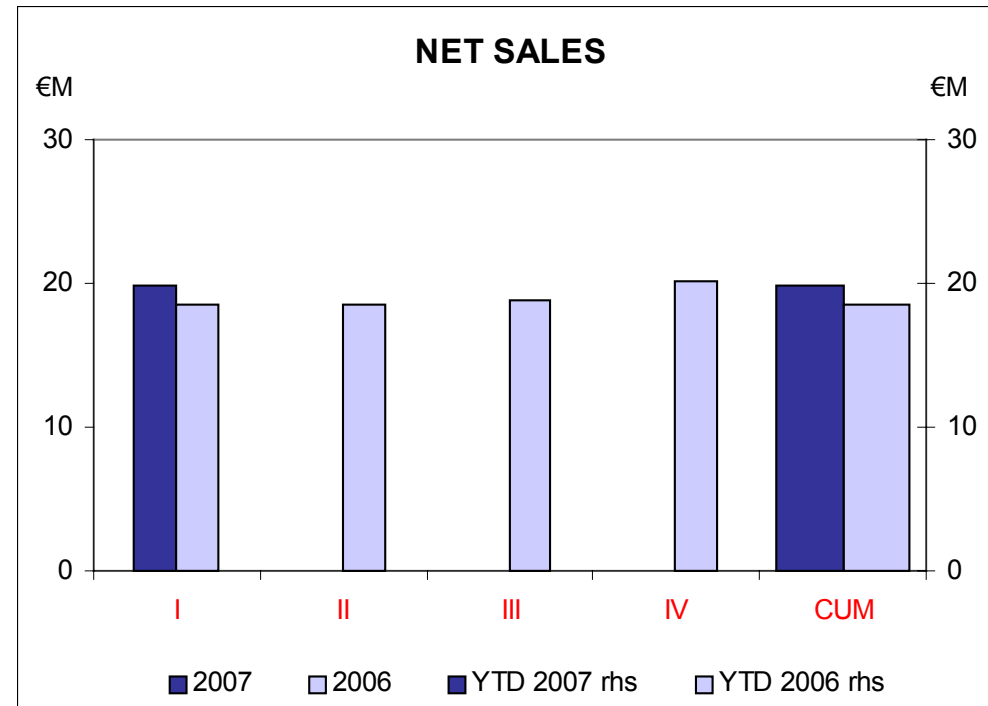
Wipes and Nonwovens - better performance

- Thanks to higher sales the business area recorded a profit.
- Savings were achieved in energy costs and logistics.
- Prices for viscose were up which had a negative impact on result.
- Investment decision of EUR 1.2 million to improve line efficiency in Nakkila:
 - more capacity
 - new products
 - improved water treatment



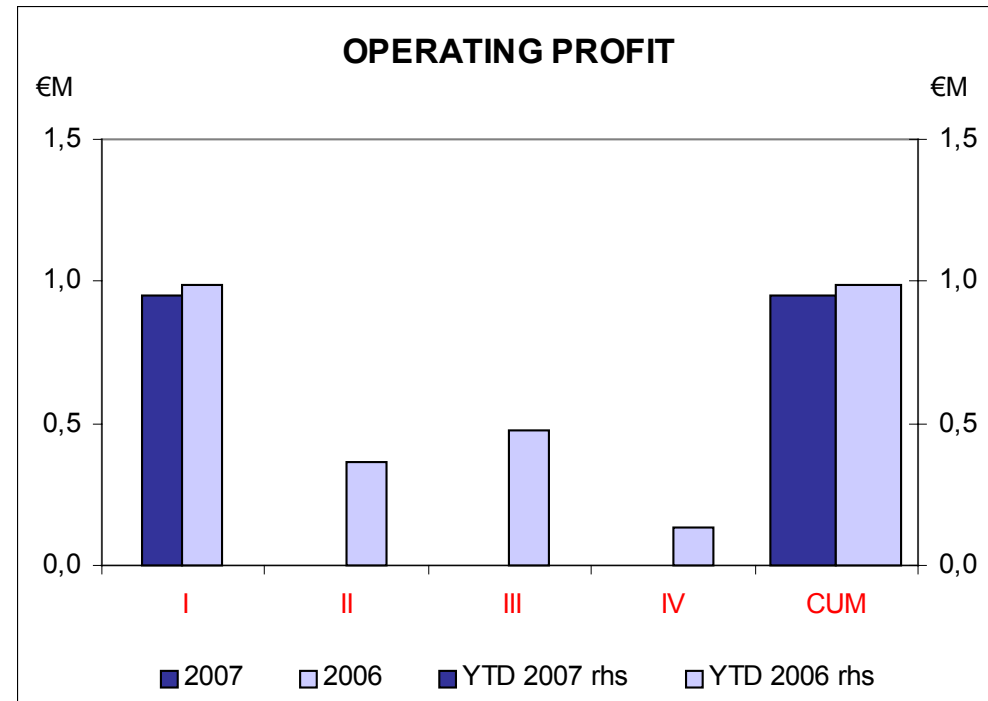
Flexible Packaging - good sales development

- Sales up by 7% in Q1.
- Sales in hygiene products and retail sector grew by over 10%.
- Sales in food packaging on the level of 2006.
- New printing press in Poland scheduled to be on stream in summer.



Flexible Packaging - improved efficiency brought result

- Operational efficiency improved across the board.
- In Sweden, negotiations started with employee representatives to reduce the cost structure.
- Decision to enlarge the facility in Poland.
- Raw material prices were creeping slowly up.



Outlook

- Net sales for 2007 are expected to grow from 2006, and profit for the financial year is expected to be positive.
- Sales growth is based on the forecasts provided by customers and on our own estimates.
- Profitability is expected to improve thanks to planned cost-savings, better operational efficiency and growth in sales.
- Expanding operations in Poland, in particular, is expected to increase investments to a level of EUR 12 million in 2007.

Financials

Arto Kiiskinen

CFO

P&L in brief

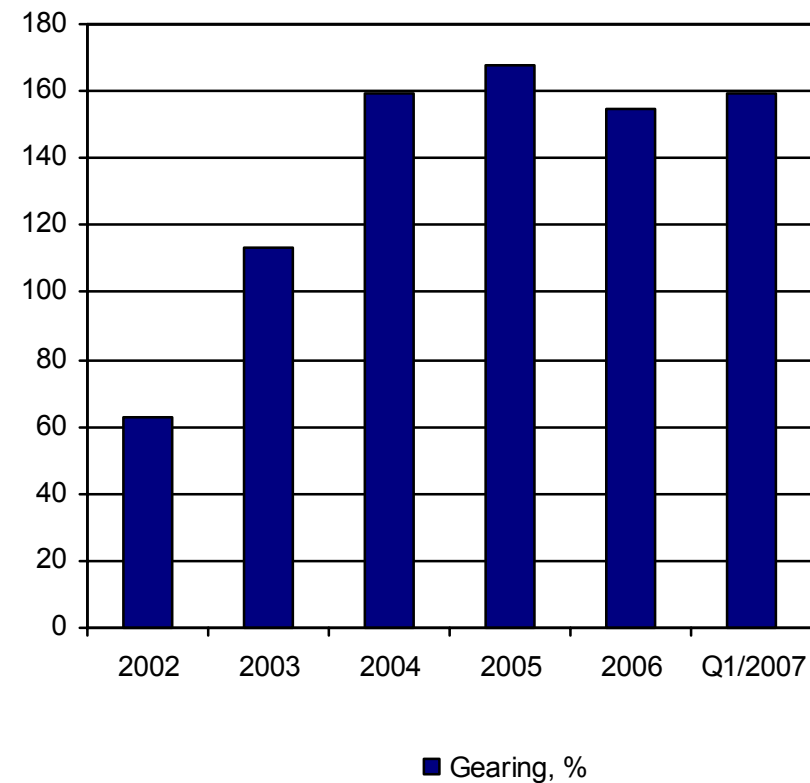
EUR million	Q1 2007	Q1 2006	2006
Net sales	54.3	49.3	202.6
Operating profit	1.3	0.6	1.2
Profit before taxes	0.3	-0.3	-2.7
Profit/loss for the period	0.2	-0.3	-1.8

Cash flow

EUR million	Q1 2007	Q1 2006	2006
Cash flow before change in working capital	4.7	4.3	16.0
Cash flow from operations	-1.2	3.6	12.5
Cash flow from investing activities	-2.5	-0.7	-2.5
Cash flow from financing	2.8	-3.1	-10.0
Change in cash and cash equivalents	-0.9	-0.2	0.1

Gearing

	Q1 2007	Q1 2006	2006
Equity ratio, %	31.3	32.2	32.3
Gearing, %	159.1	158.3	154.4
Net debt to adjusted capital ratio, %	62.4	61.6	60.7



Net sales by business area

EUR million	Q1 2007	Q1 2006	2006
Wipes and Nonwovens			
- Wet Wipes	18.0	16.8	69.3
- Nonwovens	17.9	16.9	67.3
- eliminations	-1.4	-3.0	-9.7
Total	34.5	30.7	126.9
Flexible Packaging	19.9	18.6	76.0
Consolidation items and eliminations	-0.1	-0.0	-0.3
Net sales, total	54.3	49.3	202.6

Operating profit by business area

EUR million	Q1 2007	Q1 2006	2006
Wipes and Nonwovens	0.6	-0.4	-0.1
Flexible Packaging	1.0	1.0	2.0
Consolidation items and eliminations	-0.3	-0.1	-0.7
Operating profit, total	1.3	0.6	1.2

Wipes and Nonwovens - segment information

EUR million	Q1 2007	Q1 2006	2006
Net sales	34.5	30.7	126.9
Operating profit	0.6	-0.4	-0.1
Personnel, average	467	445	455
Net assets	104.8	108.9	102.5
Investments	1.1	0.6	2.2

Flexible Packaging - segment information

EUR million	Q1 2007	Q1 2006	2006
Net sales	19.9	18.6	76.0
Operating profit	1.0	1.0	2.0
Personnel, average	586	596	593
Net assets	48.2	49.0	46.8
Investments	1.1	0.3	2.1

Key figures

	Q1 2007	Q1 2006	2006
Earnings/share, EUR	0.01	-0.01	-0.08
Equity/share, EUR	2.33	2.49	2.40
Cash flow from operations/share, EUR	-0.05	0.15	0.53
Cash flow from operations before interest-bearing receivables/share, EUR	0.10	0.19	0.53
Return on equity (ROE), %	1.7	-2.0	-3.1
Return on invested capital (ROI), %	3.5	1.7	0.9
Equity ratio, %	31.3	32.2	32.3
Equity ratio, %, capital loans in equity	33.6	35.5	34.6
Gearing, %	159.1	158.3	154.4
Gearing, %, capital loans in equity	141.6	134.4	137.7
Gross investments, EUR million	2.3	0.8	4.3
Depreciation and impairment losses, EUR million	3.6	3.7	14.7

Creating Convenience

