

Interim Report

January 1 – September 30, 2008

Huhtamäki Group is a leading manufacturer of consumer and specialty packaging with 2007 net sales totaling EUR 2.3 billion. Consumer goods and foodservice markets are served by some 15,000 people in 65 manufacturing units and several sales offices in 35 countries. The parent company, Huhtamäki Oyj, has its head office in Espoo, Finland and is listed on the NASDAQ OMX Helsinki Ltd. Additional information is available at www.huhtamaki.com.

Huhtamäki Oyj

INTERIM REPORT JANUARY 1 – SEPTEMBER 30, 2008



Stable sales in the reporting period

- Growth achieved in constant currencies; reported net sales depressed by adverse currency impact
- Earnings reflected weak performance in Flexibles, Films and Asia-Oceania-Africa
- Raw material, energy and distribution costs remained high
- Cash flow improved and net debt reduced

Key figures EUR million	Q1-Q3 2008	Q1-Q3 2007	Q3 2008	Q3 2007
Net sales	1,711.2	1,753.2	572.1	582.4
EBIT*	73.2	106.6	26.2	33.2
EBIT margin %	4.3	6.1	4.6	5.7
EPS	0.31	0.61	0.10	0.18
ROI % (12m roll.)**	-0.2	7.8		

* Q1-Q3 2008 includes restructuring charges EUR 6.9 million.

** 2007 includes restructuring, goodwill impairment and tangible asset impairment charges, total amount EUR 108 million.

Overview

The demand for consumer packaging remained stable in the reporting period despite general economic uncertainty experienced in the majority of the markets. The decline in the Group's reported net sales was due to adverse currency translation impact while growth was achieved in constant currencies.

Earnings for the reporting period were below previous year. This development reflects weak performance in Flexibles and Films Global businesses as well as in Rigid and Molded Fiber Asia-Oceania-Africa. On a comparable basis, profitability improved in Rigid Europe and Molded Fiber Europe and was on a good level in Rigid and Molded Fiber Americas.

The raw material costs remained on a high level throughout the reporting period with a significant escalation experienced in the third quarter.

Business review by segment

The sales distribution in the reporting period was the following: Flexibles and Films Global 31% (31% in the same period in 2007), Rigid Europe 28% (27%), Molded Fiber Europe 6% (6%), Rigid and Molded Fiber Americas 26% (26%) as well as Rigid and Molded Fiber Asia-Oceania-Africa 9 % (10%).

Flexibles and Films Global

Flexibles and Films are organized as a global segment. Flexibles are used for food and pet food packaging as well as non-food consumer packaging. Films are mainly used for technical applications in the label, adhesive tape, hygiene and health care industries as well as building and construction, automotive, packaging and graphic arts industries.

EUR million	Q1-Q3 2008	Q1-Q3 2007	Q3 2008	Q3 2007
Net sales	533.5	540.5	176.3	177.4
EBIT	23.3	39.0	7.6	11.8
EBIT margin %	4.3	7.2	4.3	6.6
RONA % (12m roll.)	4.3	10.2		

Sales within the segment declined during the reporting period. In Flexibles, robust growth in Asia was not enough to compensate for continued weak sales development in the other regions. Especially Europe and North America suffered from a soft pet food market. In Films, sales were at last year's level.



Profitability in the period reflects margin pressure due to higher raw material costs and volume shortfall. The underutilized flexible packaging capacity at the recently expanded site in Malvern, USA, had a negative earnings impact. In Films, the recovering profitability trend continued in the third quarter after the weak start to the year.

Production at the new flexible packaging facility in Bangkok, Thailand, commenced in July 2008. The reconstructed flexible packaging facility in Thane, India, is scheduled to be operational by year-end 2008.

Rigid Europe

Rigid paper and plastic packaging serves foodservice and consumer goods markets in Europe with fresh food, dairy, ice cream, beverage and personal care packaging as well as disposable tableware. Rigid packaging is supplied to foodservice operators, fast food restaurants and food manufacturers.

EUR million	Q1-Q3 2008	Q1-Q3 2007	Q3 2008	Q3 2007
Net sales	486.1	483.7	160.1	163.3
EBIT*	5.2	7.1	3.0	3.5
EBIT margin %	1.1	1.5	1.9	2.1
RONA % (12m roll.)	-17.6	-1.3		

* Q1-Q3 2008 includes restructuring charges EUR 6.9 million.

Sales within the segment showed modest growth during the reporting period. However, the pace of growth has slowed down from the beginning of the year with sales turning into a small decline in the third quarter. The development in sales reflects mainly Consumer Goods where market softness continued in Germany and the discontinued operations in the UK had a negative impact. Foodservice experienced growth, driven by strong performance in Eastern Europe.

Excluding restructuring charges in the UK and in Sweden, profitability improved in the reporting period reflecting benefits from earlier pricing efforts. During the third quarter escalating raw material costs put pressure on margins again.

In the UK, a consultation process in relation to the closure of the Consumer Goods rigid plastic production in Portadown and in Gosport ended in July 2008. Of the approximately 140 people impacted, 120 employment contracts were terminated by the end of the reporting period. Both projects in the UK are expected to be completed around year-end 2008. In Finland, the operational efficiency measures at the rigid packaging site in Hämeenlinna will lead to a reduction of approximately 50 people by year-end 2008.

Molded Fiber Europe

Molded fiber is used to make fresh product packaging, such as egg and fruit packaging.

EUR million	Q1-Q3 2008	Q1-Q3 2007	Q3 2008	Q3 2007
Net sales	104.6	102.7	34.2	33.5
EBIT	8.0	7.2	2.6	2.5
EBIT margin %	7.6	7.0	7.6	7.3
RONA % (12m roll.)	9.5	8.9		

Sales and earnings within the segment remained stable in the reporting period. The development in Eastern Europe continued favorable and in the UK improving sales materialized during the third quarter.



Rigid and Molded Fiber Americas

Rigid paper and plastic packaging, which serves ice-cream and other consumer goods as well as foodservice markets, is complemented with Molded Fiber Chinet® disposable tableware products. Similar market channels are a common denominator.

EUR million	Q1-Q3 2008	Q1-Q3 2007	Q3 2008	Q3 2007
Net sales	441.5	464.5	152.2	154.4
EBIT	36.9	49.7	12.0	13.1
EBIT margin %	8.4	10.7	7.9	8.5
RONA % (12m roll.)	7.4	13.3		

Sales growth in constant currencies was solid throughout the reporting period. In Retail, the positive volume development was accelerated in the third quarter through promotional activity. The good sales momentum remained in South America. During the third quarter sales recovered in Consumer Goods, while market softness continued in Foodservice.

Profitability in the reporting period declined reflecting higher raw material, energy and distribution costs especially during the third quarter as well as adverse currency translation impact. Also, the previous year's comparable figure included a EUR 6 million one time gain recorded in the first quarter of 2007.

Rigid and Molded Fiber Asia-Oceania-Africa

Rigid paper and plastic packaging serves foodservice and consumer goods markets. The segment also includes the Molded Fiber business which makes fresh product packaging.

EUR million	Q1-Q3 2008	Q1-Q3 2007	Q3 2008	Q3 2007
Net sales	156.7	172.4	53.1	57.6
EBIT	-0.1	7.8	1.1	1.8
EBIT margin %	-0.1	4.5	2.1	3.1
RONA % (12m roll.)	-0.7	5.8		

Sales development within the segment was unfavorable during the reporting period. The sales decline in Oceania and in South Africa reflects continued general market softness. In Asia, sales performance was disappointing as a result of slower than planned generation of new business at the rigid packaging facility in Guangzhou, China.

Profitability in the reporting period reflects low sales, the start-up issues in Asia as well as adverse currency translation impact. Third quarter earnings included a net gain of EUR 1 million with proceeds from the sale of the site in Hong Kong net of restructuring and tangible asset impairment charges in China.

Financial review

The Group EBIT in the reporting period was EUR 73 million (EUR 107 million), corresponding to an EBIT margin of 4.3% (6.1%). In the third quarter, the Group EBIT was EUR 26 million (EUR 33 million), corresponding to an EBIT margin of 4.6% (5.7%).

The net financial items in the period were EUR 34 million (EUR 31 million), with the third quarter amounting to EUR 14 million (EUR 11 million). The income tax expense was EUR 7 million (EUR 14 million) with the third quarter accounting for EUR 2 million (EUR 4 million).

The result for the period was EUR 33 million (EUR 63 million) and the earnings per share (EPS) were EUR 0.31 (EUR 0.61). Correspondingly, in the third quarter the result was EUR 10 million (EUR 19



million) and EPS were EUR 0.10 (EUR 0.18). The average number of outstanding shares used in the EPS calculations was 100,426,461 (unchanged) excluding 5,061,089 (unchanged) Company's own shares.

Balance sheet and cash flow

Free cash flow in the reporting period amounted to EUR 67 million (EUR -45 million). At EUR -6 million (EUR -2 million), the third quarter reflected phasing of working capital after a strong second quarter. Capital expenditure for the period was EUR 48 million (EUR 93 million), with the third quarter spending at EUR 16 million (EUR 35 million). Net debt was EUR 723 million (EUR 783 million) at the end of September 2008. This corresponds to a gearing ratio of 0.93 (0.90).

Personnel

The Group had 14,794 (14,963) employees at the end of September 2008.

Strategic direction

As announced in September 2008, the Group intends to focus on packaging operations where it has a competitive advantage, good market positions and which create value for the Group and its customers. The smooth and rough molded fiber products, release films, flexible packaging, foodservice paper cups and other products based on paper forming technology have been identified as stronghold areas.

Rigid plastic consumer goods operations, for the most part, do not meet the criteria for financial performance and its profitability has been below the Group average. Therefore, different strategic alternatives will be reviewed for this operation which has annual sales of approximately EUR 400 million.

Furthermore, the reporting segments will be revised to reflect the new stronghold areas. The current five segments will be replaced by six new reporting segments as of January 1, 2009.

Short-term risks and uncertainties

Volatile raw material and energy prices as well as movements in currency translations are considered to be relevant short-term business risks and uncertainties in the Group's operations. Material changes in general economic conditions or in the financial markets could have an adverse effect on the implementation of the Group's strategy and on its business performance and earnings.

Outlook for 2008

In 2008, the Group EBIT is expected to be below the 2007 underlying Group EBIT of EUR 136 million*. Capital expenditure in 2008 is expected to be clearly below EUR 100 million.

In the short-term, cash generation and net debt reduction continue as key focus areas within the Group.

**2007 underlying Group EBIT excludes restructuring, goodwill impairment and tangible asset impairment charges, total amount EUR 108 million.*

Financial reporting

Huhtamäki will publish the 2008 Results on February 10, 2009.

Espoo, October 21, 2008
Huhtamäki Oyj
Board of Directors

Group Income statement (IFRS)
Unaudited

EUR million	Q1-Q3 2008	Q1-Q3 2007	Q3 2008	Q3 2007	Q1-Q4 2007
Net sales	1,711.2	1,753.2	572.1	582.4	2,311.0
Cost of goods sold	-1479.2	-1484.2	-496.0	-494.5	-2,028.0
Gross profit	232.0	269.0	76.1	88.0	283.0
Other operating income	14.2	16.5	6.9	3.1	31.9
Sales and marketing	-63.5	-63.1	-21.4	-21.6	-83.6
Research and development	-12.0	-14.1	-3.5	-4.5	-17.8
Administration costs	-87.1	-90.8	-28.3	-29.2	-122.6
Other operating expenses	-10.4	-10.9	-3.6	-2.6	-62.8
	-158.8	-162.4	-49.9	-54.8	-254.9
Earnings before interest and taxes	73.2	106.6	26.2	33.2	28.1
Financial income	7.5	6.4	0.4	1.5	9.2
Financial expenses	-41.6	-37.3	-14.5	-12.2	-51.7
Income of associated companies	0.4	0.3	0.1	0.1	0.4
Result before taxes	39.5	76.0	12.2	22.6	-14.0
Income tax expense	-6.9	-13.5	-2.1	-3.9	-6.2
Result for the period	32.6	62.5	10.1	18.7	-20.2
Attributable to:					
Equity holders of the parent company	31.0	61.3	9.6	18.5	-22.5
Minority interest	1.6	1.2	0.5	0.2	2.3
Basic earnings per share (EUR) for the shareholders of parent company	0.31	0.61	0.10	0.18	-0.22
Diluted earnings per share (EUR) for the shareholders of parent company	0.31	0.61	0.10	0.19	-0.22

Group balance sheet (IFRS)

Unaudited

EUR million	Sep 30 2008	Dec 31 2007	Sep 30 2007
ASSETS			
Non-current assets			
Goodwill	473.2	471.9	517.4
Other intangible assets	39.2	41.4	36.3
Tangible assets	768.6	799.3	842.5
Investments in associated companies	1.7	1.5	1.7
Available for sale investments	1.9	1.9	1.7
Interest bearing receivables	0.4	0.9	1.0
Deferred tax assets	13.6	13.7	19.4
Employee benefit assets	60.7	59.2	60.9
Other non-current assets	3.7	4.8	4.9
	1,363.0	1,394.6	1,485.8
Current assets			
Inventory	363.8	348.5	367.5
Interest bearing receivables	3.1	4.6	0.0
Current tax assets	12.7	17.9	8.6
Trade and other current receivables	409.9	394.8	426.1
Cash and cash equivalents	44.4	30.8	22.1
	833.9	796.6	824.3
Total assets	2,196.9	2,191.2	2,310.1
EQUITY AND LIABILITIES			
Share capital	358.7	358.7	358.7
Premium fund	104.7	104.7	104.7
Treasury shares	-46.5	-46.5	-46.5
Translation differences	-121.8	-121.1	-120.6
Fair value and other reserves	-0.6	1.4	2.1
Retained earnings	467.5	475.7	552.5
Total equity attributable to equity holders of the parent company	762.0	772.9	850.9
Minority interest	18.6	20.5	20.0
Total equity	780.6	793.4	870.9
Non-current liabilities			
Interest bearing liabilities	432.8	401.1	367.7
Deferred tax liabilities	45.3	38.8	59.5
Employee benefit liabilities	106.4	108.8	110.6
Provisions	60.8	60.3	54.4
Other non-current liabilities	3.7	4.3	3.8
	649.0	613.3	596.0
Current liabilities			
Interest bearing liabilities			
- Current portion of long term loans	17.6	17.9	40.8
- Short term loans	320.0	365.7	398.1
Provisions	9.0	8.0	6.0
Current tax liabilities	9.9	21.1	21.7
Trade and other current liabilities	410.8	371.8	376.6
	767.3	784.5	843.2
Total liabilities	1,416.3	1,397.8	1,439.2
Total equity and liabilities	2,196.9	2,191.2	2,310.1
	Sep 30 2008	Dec 31 2007	Sep 30 2007
Net debt	722.5	748.5	783.4
Net debt to equity (gearing)	0.93	0.94	0.90

Changes in shareholders' equity
Unaudited

EUR million	Attributable to equity holders of the parent company						Total equity	Minority interest	Total
	Share capital	Share issue premium	Treasury shares	Translation diff.	Fair value and other reserves	Retained earnings			
Balance at Dec 31, 2006	358.7	104.7	-46.5	-106.7	2.1	528.8	841.1	19.3	860.4
Cash flow hedges									
Hedge result deferred to equity					0.8		0.8		0.8
Hedge result recognized in income statement					-1.9		-1.9		-1.9
Hedge result transferred to carrying amount of hedged items					0.5		0.5		0.5
Translation differences				-13.9			-13.9	-0.5	-14.4
Deferred tax in equity					0.6		0.6		0.6
Other changes						3.4	3.4		3.4
Income and expense recognized directly in equity				-13.9	0.0	3.4	-10.5	-0.5	-11.0
Result for the period						61.3	61.3	1.2	62.5
Total recognized income and expense for the period				-13.9	0.0	64.7	50.7	0.7	51.5
Dividend						-42.2	-42.2		-42.2
Share-based payments						1.2	1.2		1.2
Balance at Sep 30, 2007	358.7	104.7	-46.5	-120.6	2.1	552.5	850.9	20.0	870.9
Balance at Dec 31, 2007	358.7	104.7	-46.5	-121.1	1.4	475.7	772.9	20.5	793.4
Cash flow hedges									
Hedge result deferred to equity					-0.4		-0.4		-0.4
Hedge result recognized in income statement					-3.0		-3.0		-3.0
Hedge result transferred to carrying amount of hedged items					0.9		0.9		0.9
Translation differences				-0.7			-0.7	-3.5	-4.2
Deferred tax in equity					0.5		0.5		0.5
Other changes						2.0	2.0		2.0
Income and expense recognized directly in equity				-0.7	-2.0	2.0	-0.7	-3.5	-4.2
Result for the period						31.0	31.0	1.6	32.6
Total recognized income and expense for the period				-0.7	-2.0	33.0	30.3	-1.9	28.4
Dividend						-42.2	-42.2		-42.2
Share-based payments						1.0	1.0		1.0
Balance at Sep 30, 2008	358.7	104.7	-46.5	-121.8	-0.6	467.5	762.0	18.6	780.6

Group cash flow statement (IFRS)

Unaudited

EUR million	Q1-Q3 2008	Q1-Q3 2007	Q3 2008	Q3 2007	Q1-Q4 2007
Result for the period*	32.6	62.5	10.1	18.7	-20.2
Adjustments*	109.8	116.7	37.4	42.5	243.2
- Depreciation, amortization and impairment*	72.5	74.2	26.3	25.1	203.3
- Gain on equity of minorities*	-0.4	-0.3	-0.1	-0.1	-0.4
- Gain/loss from disposal of assets*	-3.9	0.5	-3.4	0.2	-8.1
- Financial expense/-income*	34.1	30.9	14.1	10.6	42.5
- Income tax expense*	6.9	13.5	2.1	3.9	6.2
- Other adjustments, operational*	0.6	-2.0	-1.6	2.9	-0.3
Change in inventory*	-18.4	-29.8	-3.7	1.2	-14.8
Change in non-interest bearing receivables*	-9.2	-30.9	12.3	17.6	-3.7
Change in non-interest bearing payables*	32.8	-33.2	-30.0	-34.3	-38.5
Dividends received*	0.2	0.4	0.0	0.1	0.9
Interest received*	1.4	1.3	0.5	0.6	1.3
Interest paid*	-33.7	-32.1	-13.2	-11.5	-42.7
Other financial expense and income*	-0.3	0.4	-3.0	0.0	-1.1
Taxes paid*	-6.5	-9.8	-3.5	-2.2	-18.6
Net cash flows from operating activities	108.7	45.5	6.9	32.7	105.8
Capital expenditure*	-47.7	-92.5	-16.4	-35.4	-147.9
Proceeds from selling fixed assets*	5.9	2.3	3.9	0.7	14.3
Proceeds from long-term deposits	3.0	7.1	1.8	6.6	7.2
Payment of long-term deposits	-2.5	-1.6	-0.3	-0.1	-6.1
Proceeds from short-term deposits	29.6	4.4	24.6	3.9	11.5
Payment of short-term deposits	-28.3	-3.9	-2.6	0.0	-11.0
Net cash flows from investing	-40.0	-84.2	11.0	-24.3	-132.0
Proceeds from long-term borrowings	317.6	331.6	161.6	91.4	520.2
Repayment of long-term borrowings	-284.0	-280.5	-126.0	-93.2	-434.4
Proceeds from short-term borrowings	2,117.7	2,167.0	667.1	598.4	2,987.4
Repayment of short-term borrowings	-2,163.9	-2,137.1	-720.1	-608.4	-2,995.0
Dividends paid	-42.2	-42.2	0.0	0.0	-42.2
Net cash flows from financing	-54.8	38.9	-17.4	-11.7	36.0
Change in liquid assets	13.6	-0.2	1.6	-3.8	8.5
Cash flow based	13.9	0.2	0.5	-3.2	9.8
Translation difference	-0.3	-0.3	1.1	-0.7	-1.3
Liquid assets period start	30.8	22.3	42.8	25.9	22.3
Liquid assets period end	44.4	22.1	44.4	22.1	30.8
Free cash flow (including figures marked with *)	66.9	-44.7	-5.6	-2.0	-27.8

NOTES FOR THE INTERIM REPORT

This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting. Except for accounting policy changes listed below, the same accounting policies have been applied in the interim financial statements as in annual financial statements for 2007.

Interim report is unaudited.

Changes in accounting principles

The Group has adopted the following IFRS standards and interpretations considered applicable to Huhtamäki, with effect from January 1, 2008:

- IFRS 8 Operating segments. IFRS 8 assumes that segment reporting reflects the Group's management and internal reporting structure. The five new segments are in line with Huhtamäki's internal management structure and will replace the former geographical segments.
- IFRIC 14 IAS 19 The Limit on a Defined Benefit Asset, Minimum Funding requirements and their Interaction. The interpretation provides guidance on assessing the amount of the surplus that can be recognized as defined benefit asset. It also explains how the pension asset or liability may be affected by a statutory or contractual minimum funding requirement.

These newly adopted standards have not had a material impact on the reported results.

Segments

Segment information is presented according to the IFRS standards. Items below EBIT - financial items and taxes - are not allocated to the segments.

Net sales

EUR million	Q3 2008	Q2 2008	Q1 2008	Q1-Q3 2008	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q1-Q4 2007
Flexibles and Films Global	174.6	176.2	178.4	529.2	167.9	176.3	175.1	185.7	705.0
- Intersegment net sales	1.7	1.7	0.9	4.3	0.8	1.2	1.0	1.2	4.2
Rigid Europe	159.1	173.5	149.9	482.5	148.7	161.7	172.1	146.0	628.5
- Intersegment net sales	1.0	1.5	1.1	3.6	1.5	1.6	1.2	1.1	5.4
Molded Fiber Europe	34.0	34.9	35.4	104.3	36.5	33.5	34.2	34.3	138.5
- Intersegment net sales	0.2	0.1	0.0	0.3	0.2	0.0	0.4	0.3	0.9
Rigid and Molded Fiber Americas	151.3	154.7	132.5	438.5	143.6	153.5	166.5	142.2	605.8
- Intersegment net sales	0.9	1.3	0.8	3.0	0.9	0.9	0.7	0.7	3.2
Rigid and Molded Fiber AOA	53.0	51.1	52.5	156.6	61.1	57.4	58.2	56.5	233.2
- Intersegment net sales	0.1	0.0	0.0	0.1	-0.2	0.1	0.1	0.1	0.1
Elimination of intersegment net sales	-3.8	-4.5	-2.9	-11.2	-3.2	-3.8	-3.4	-3.4	-13.8
Total	572.1	590.5	548.6	1,711.2	557.8	582.4	606.1	564.7	2,311.0

EBIT

EUR million	Q3 2008	Q2 2008	Q1 2008	Q1-Q3 2008	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q1-Q4 2007
Flexibles and Films Global ⁽¹⁾	7.6	9.1	6.6	23.3	-0.5	11.8	12.5	14.7	38.5
Rigid Europe ⁽²⁾	3.0	0.7	1.5	5.2	-74.3	3.5	3.3	0.2	-67.3
Molded Fiber Europe	2.6	2.5	2.9	8.0	3.5	2.5	2.3	2.4	10.7
Rigid and Molded Fiber Americas ⁽³⁾	12.0	15.7	9.2	36.9	-6.2	13.1	19.4	17.2	43.5
Rigid and Molded Fiber AOA ⁽⁴⁾	1.1	-1.0	-0.2	-0.1	-1.3	1.8	2.7	3.3	6.5
Other activities	-0.1	0.0	0.0	-0.1	0.3	0.5	-4.5	-0.1	-3.8
Total ⁽⁵⁾	26.2	27.0	20.0	73.2	-78.5	33.2	35.7	37.7	28.1

¹⁾ Q4 2007 includes goodwill impairment charges MEUR 8.3.

²⁾ Q3 2008 includes restructuring charges MEUR 0.1, Q2 2008 includes restructuring charges MEUR 6.8, Q4 2007 includes restructuring charges MEUR 1.4, goodwill impairment charges MEUR 31.6 and tangible asset impairment charges MEUR 46.0.

³⁾ Q4 2007 includes goodwill impairment charges MEUR 5.1 and tangible asset impairment charges MEUR 11.8.

⁴⁾ Q3 2008 includes sale of the site in Hong Kong MEUR 3.7, restructuring and tangible asset impairment charges MEUR 2.7, Q4 2007 includes restructuring charges MEUR 2.3 and goodwill impairment charges MEUR 1.6.

⁵⁾ Q4 2007 includes restructuring charges MEUR 3.7, goodwill impairment charges MEUR 46.6 and tangible asset impairment charges MEUR 57.7, total amount MEUR 108.0.

Depreciation and amortization

EUR million	Q3 2008	Q2 2008	Q1 2008	Q1-Q3 2008	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q1-Q4 2007
Flexibles and Films Global	6.8	6.1	5.9	18.8	6.3	5.7	5.8	5.2	23.0
Rigid Europe	6.9	6.9	7.0	20.8	7.7	8.5	7.8	8.2	32.2
Molded Fiber Europe	1.9	1.9	1.9	5.7	1.8	1.9	1.9	1.9	7.5
Rigid and Molded Fiber Americas	5.0	5.0	5.0	15.0	5.6	5.8	5.9	6.0	23.3
Rigid and Molded Fiber AOA	5.3	3.0	3.1	11.4	3.1	3.0	3.0	2.9	12.0
Other activities	0.3	0.2	0.2	0.7	0.2	0.2	0.2	0.3	0.9
Total	26.2	23.1	23.1	72.4	24.7	25.1	24.6	24.5	98.9

Net assets allocated to the segments ⁽⁶⁾

EUR million	Q3 2008	Q2 2008	Q1 2008	Q4 2007	Q3 2007	Q2 2007	Q1 2007
Flexibles and Films Global	535.3	513.9	526.7	542.9	547.7	528.0	513.9
Rigid Europe	381.1	378.2	399.9	407.6	494.0	502.9	494.4
Molded Fiber Europe	120.4	121.8	121.5	119.1	118.7	116.4	116.1
Rigid and Molded Fiber Americas	431.5	403.3	413.1	417.1	456.9	478.6	474.2
Rigid and Molded Fiber AOA	180.9	189.5	188.0	201.3	204.5	209.3	197.1

⁽⁶⁾ Net assets include the following balance sheet items: intangible and tangible assets, other non-current assets, inventories, trade and other current receivables (excluding accrued interest income), other non-current liabilities and trade and other current liabilities (excluding accrued interest expense).

Capital expenditure

EUR million	Q3 2008	Q2 2008	Q1 2008	Q1-Q3 2008	Q4 2007	Q3 2007	Q2 2007	Q1 2007	Q1-Q4 2007
Flexibles and Films Global	3.8	9.6	6.8	20.2	15.3	15.1	12.6	8.6	51.6
Rigid Europe	4.8	3.2	2.2	10.2	9.8	8.6	7.9	9.5	35.8
Molded Fiber Europe	1.9	0.4	0.6	2.9	7.3	0.8	0.8	0.8	9.7
Rigid and Molded Fiber Americas	4.2	2.9	1.3	8.4	15.7	6.0	3.3	1.9	26.9
Rigid and Molded Fiber AOA	1.7	1.8	1.8	5.3	6.4	4.8	6.6	4.5	22.3
Other activities	0.0	0.0	0.7	0.7	0.9	0.1	0.3	0.3	1.6
Total	16.4	17.8	13.5	47.7	55.4	35.4	31.5	25.6	147.9

RONA, % (12m roll.)

	Q3 2008	Q2 2008	Q1 2008	Q4 2007	Q3 2007	Q2 2007	Q1 2007
Flexibles and Films Global	4.3%	5.1%	5.7%	7.2%	10.2%	11.1%	11.5%
Rigid Europe	-17.6%	-16.3%	-14.6%	-14.2%	-1.3%	-3.5%	-2.8%
Molded Fiber Europe	9.5%	9.4%	9.3%	9.0%	8.9%	9.6%	10.2%
Rigid and Molded Fiber Americas	7.4%	7.5%	8.0%	9.5%	13.3%	13.5%	13.6%
Rigid and Molded Fiber AOA	-0.7%	-0.3%	1.5%	3.2%	5.8%	6.6%	6.6%

Operating Cash Flow

EUR million	Q3 2008	Q2 2008	Q1 2008	Q1-Q3 2008	Q4 * 2007	Q3 * 2007	Q2 * 2007	Q1 * 2007	Q1-Q4 * 2007
Flexibles and Films Global	-2.9	14.3	7.2	18.6	7.2	-18.9	9.6	-4.0	-6.1
Rigid Europe	1.6	30.2	1.1	32.9	17.2	16.2	-7.7	-7.7	18.0
Molded Fiber Europe	1.8	3.9	1.6	7.3	5.1	1.5	4.0	1.2	11.8
Rigid and Molded Fiber Americas	8.6	27.5	-2.5	33.6	25.6	21.9	9.7	-3.2	54.0
Rigid and Molded Fiber AOA	5.2	4.7	3.8	13.7	-0.8	0.5	-3.1	-5.8	-9.2

*) In 2007 operating cashflow calculations the FX translation has been changed.

As net sales and EBIT of reportable segments form Groups' total net sales and EBIT, reconciliations to corresponding amounts are not presented.

Other information

EUR million	Q1-Q3 2008	Q1-Q3 2007	Q1-Q4 2007
Equity per share (EUR)	7.59	8.48	7.70
ROE, % (12m roll.)	-6.5	8.7	-2.4
ROI, % (12m roll.)	-0.2	7.8	1.8
Personnel	14,794	14,963	15,092
Result before taxes (12m roll.)	-50.5	87.2	-14.0
Depreciation	66.9	69.6	92.9
Amortization of other intangible assets	5.6	4.4	6.0

Share capital and shareholders

At the end of the reporting period, the Company's registered share capital was EUR 358,657,670.00 (unchanged) corresponding to a total number of outstanding shares of 105,487,550 (unchanged) including 5,061,089 (unchanged) Company's own shares. The Company's own shares had the total accountable par value of EUR 17,207,702.60, representing 4.8% of the total number of shares and voting rights. The amount of outstanding shares net of Company's own shares was 100,426,461 (unchanged).

There were 21,819 (21,273) registered shareholders at the end of September 2008. Foreign ownership including nominee registered shares accounted for 27.1% (26.9%).

Share developments

The Company's share is quoted on the NASDAQ OMX Helsinki Ltd on the Nordic Mid Cap list under the Materials sector. At the end of September 2008, the Company's market capitalization was EUR 589.7 million (EUR 1,125.6 million) and EUR 561.4 million (EUR 1,071.5 million) excluding Company's own shares. With a closing price of EUR 5.59 (EUR 10.67) the share price decreased by 31% (-28%) from the beginning of the year, while the OMX Helsinki CAP PI Index decreased by 35% (+15%). In January-September 2008, the volume weighted average price for the Company's share was EUR 6.75 (EUR 12.40). The highest price paid was EUR 8.36 on January 2, 2008 and the lowest price paid was EUR 4.83 on July 15, 2008.

During the reporting period the cumulative value of the Company's share turnover was EUR 574.2 million (EUR 1,083.2 million). The trading volume of 84.8 million (87.7 million) shares equaled an average daily turnover of EUR 3.0 million (EUR 5.7 million) or, correspondingly 444,106 (464,239) shares. In total, turnover of the Company's 2003 A, B and C option rights was EUR 460,356, corresponding to a trading volume of 486,257.

Contingent liabilities

	Sep 30 2008	Dec 31 2007	Sep 30 2007
EUR million			
Mortgages	14.5	14.5	14.5
Guarantee obligations	1.8	2.8	5.6
Lease payments	56.3	55.6	53.8
Capital expenditure commitments	24.2	19.4	45.0

Nominal values of derivative instruments

	Sep 30 2008	Dec 31 2007	Sep 30 2007
EUR million			
Currency forwards, transaction risk hedges	78	45	67
Currency forwards, translation risk hedges	36	101	106
Currency swaps, financing hedges	112	143	142
Currency options	1	-1	2
Interest rate swaps	176	164	154
Electricity forwards	-	1	-

The following EUR rates have been applied to GBP, INR, AUD and USD

		Q3/08	Q3/07
Income statement, average:	GBP 1 =	1.282	1.478
	INR 1 =	0.016	0.018
	AUD 1 =	0.601	0.611
	USD 1 =	0.655	0.744
		Q3/08	Q3/07
Balance sheet, month end:	GBP 1 =	1.265	1.435
	INR 1 =	0.015	0.018
	AUD 1 =	0.564	0.622
	USD 1 =	0.699	0.705

Definitions for key indicators

Earnings per share =	$\frac{\text{Result before taxes - minority interest - taxes}}{\text{Average number of shares outstanding}}$
Earnings per share = (diluted)	$\frac{\text{Diluted result before taxes - minority interest - taxes}}{\text{Average fully diluted number of shares outstanding}}$
Net debt to equity (gearing) =	$\frac{\text{Interest bearing net debt}}{\text{Equity + minority interest (average)}}$
RONA, % =	$100 \times \frac{\text{Earnings before interest and taxes (12 m roll.)}}{\text{Net assets (12 m roll.)}}$
Operating cash flow =	Ebit + depreciation and amortization (including impairment) - capital expenditures + disposals +/- change in inventories, trade receivables and trade payables
Shareholders' equity per share =	$\frac{\text{Equity}}{\text{Issue-adjusted number of shares at period end}}$
Return on equity (ROE) =	$100 \times \frac{\text{(Result for the period) (12 m roll.)}}{\text{Equity + minority interest (average)}}$
Return on investment (ROI) =	$100 \times \frac{\text{(Result before taxes + interest expenses + net other financial expenses) (12 m roll.)}}{\text{Balance sheet total - Interest-free liabilities (average)}}$

