HUHTAMÄKI OYJ
RESULTS

January 1 – December 31, 2012

HUHTAMAKI

Q1-Q4 2012

Strong growth in net sales and earnings

- Robust 14% net sales growth, driven by acquisitions
- Earnings per share grew 39% to a new record, EUR 1.21
- Strong organic growth in the North America and the Molded Fiber business segments
- Significant earnings improvement within the Foodservice Europe-Asia-Oceania business segment
- The Board of Directors proposes a dividend of EUR 0.56 (EUR 0.46 for 2011) per share

Key figures

EUR million	FY 2012	FY 2011	Q4 2012	Q4 2011
Net sales	**2,335.0**	2,043.6	578.7	521.8
EBIT*	**161.6**	127.6	35.2	27.6
EBIT margin*, %	**6.9**	6.2	6.1	5.3
EPS*, EUR	**1.21**	0.87	0.25	0.18
ROI, %	**11.9**	9.8		
ROE, %	**15.0**	11.0		

** Excluding EUR -7.0 million (net amount) non-recurring items (NRI) in FY 2011 and EUR 0.8 million (net amount) in Q4 2011.*

CEO Jukka Moisio:

"2012 was a good year for Huhtamaki. The Group reports record earnings per share at EUR 1.21 and the Board of Directors proposes a dividend of EUR 0.56 per share. Our main target of improving profitability was achieved and implementation of our quality growth strategy was continued successfully. While the global economy did not grow particularly strongly in 2012, the Group's net sales progressed 14% with all key financial ratios improving. We are pleased to report the success of 2012 and look confidently into 2013 when we will implement additional steps of quality growth. Huhtamaki team did well in 2012 and aims to do even better in 2013."

Overview

Unless otherwise stated, all statements and comments presented in this report relate to the reporting period January 1–December 31, 2012, and all comparisons are compared to the corresponding reporting period in 2011. ROI, ROE and RONA figures presented in this report are calculated on a 12 month rolling basis.

The Group's trading conditions remained relatively stable throughout 2012 despite general economic uncertainty. Demand for consumer packaging was healthy during the first half of the year, but weakened during the second half of the year. Customer cautiousness was evident throughout the year, with increased focus on keeping order sizes small and stocks low. Raw material price levels stabilized compared to 2011.

The Group's net sales grew by a healthy 14% in 2012 compared to the previous year, led by the impact of acquisitions completed in 2011 and 2012. Full year net sales were EUR 2,335 million (EUR 2,044 million). Reported net sales growth was EUR 291 million, of which the units acquired accounted for EUR 165 million. The Group's organic growth was 3% measured in constant exchange rates. Organic growth was strongest in the North America and Molded Fiber business segments. Foreign currency movements had a favorable impact on the Group's net sales development.

The Group's earnings before interest and taxes (EBIT) also grew significantly in 2012. EBIT for the year was EUR 162 million whereas in 2011 EBIT was EUR 121 million (including a net non-recurring charge of EUR 7 million). Earnings development was strongest in the Foodservice Europe-Asia-Oceania business segment, mainly resulting from successful restructuring activities and contribution of the acquired units.

The Group's free cash flow development was solid and free cash flow for the full year was EUR 103 million (EUR 65 million). Return on investment (ROI) was 11.9% (9.8%) and return on equity (ROE) was 15.0% (11.0%).

The implementation of the Group's strategic direction focused on quality growth was continued during the year and three new strategic and growth enhancing acquisitions were completed. A major foodservice packaging supplier was acquired in Asia, a paper tableware manufacturer in the United States and a manufacturer of high-end labels in India. The Group continued the integration of the businesses acquired in 2011.

The closure of a Flexible Packaging manufacturing unit in New Zealand was finalized at the end of July.

Business review by segment

The net sales distribution by business segment in 2012 was the following: Flexible Packaging 25% (28%), Films 8% (8%), North America 30% (26%), Molded Fiber 11% (12%) and Foodservice Europe-Asia-Oceania 26% (26%).

FLEXIBLE PACKAGING

Flexible packaging is used for a wide range of consumer products including food, pet food, hygiene and health care products. The segment serves global markets from production units in Europe, Asia and South America.

EUR million	FY 2012	FY 2011	Q4 2012	Q4 2011
Net sales	**587.1**	578.3	137.2	142.2
EBIT*	**44.2**	38.3	9.8	9.7
EBIT margin*, %	**7.5**	6.6	7.1	6.8
RONA, %	**13.8**	9.3		

** Excluding EUR -7.8 million NRI in FY 2011.*

The Flexible Packaging segment's net sales growth was modest during the year. The growth was achieved during the first half of the year as the continued net sales growth in Asia was not sufficient to offset the negative development in Europe during the second half of the year. The closure of the manufacturing unit in New Zealand at the end of July affected the segment's net sales development negatively, especially during the second half of the year.

The segment's earnings grew by 15% compared to the previous year. Earnings grew solidly during the first half of the year and the third quarter as a result of volume growth. During the fourth quarter the segment's earnings remained stable despite of soft sales in Europe. Full year and fourth quarter earnings were positively affected by elimination of losses from the New Zealand business.

During the fourth quarter Huhtamäki Oyj's subsidiary in India acquired 51% of the shares in Webtech Labels Private Limited, a specialist in high-end pressure sensitive labels. The acquisition complemented the segment's existing product portfolio and improved its offering to the pharmaceutical industry.

FILMS

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. The segment serves global markets from production units in Europe, Asia, North America and South America.

EUR million	FY 2012	FY 2011	Q4 2012	Q4 2011
Net sales	**191.5**	177.0	42.6	42.5
EBIT	**8.7**	8.4	0.6	-0.3
EBIT margin, %	**4.5**	4.7	1.4	-0.7
RONA, %	**5.6**	6.2		

The Films segment's reported net sales growth was attributable to the good progress in North America as well as the net sales of the Brazilian unit acquired in 2011. During the fourth quarter, net sales developed positively in North America and especially in Europe as a result of increased demand for pressure sensitive films and films for industrial markets.

The segment's earnings increased slightly compared to the previous year. The fourth quarter positive development was mainly due to good cost containment in Europe and volume growth.

NORTH AMERICA

The North America segment serves local markets with Chinet® disposable tableware products, ice-cream containers as well as other consumer goods and foodservice products. The segment has production in the United States and Mexico.

EUR million	FY 2012	FY 2011	Q4 2012	Q4 2011
Net sales	**704.3**	532.3	180.1	148.8
EBIT	**55.5**	43.5	11.0	10.2
EBIT margin, %	**7.9**	8.2	6.1	6.9
RONA, %	**12.2**	11.2		

The North America segment's net sales grew strongly throughout 2012. The businesses acquired during 2011 contributed positively to the segment's net sales growth, particularly within the foodservice business. Successful product line extensions as well as the new business acquired during the third quarter had a positive effect on the retail business, especially during the fourth quarter. Currency translations had a positive impact of EUR 42 million on the segment's full year net sales.

The segment's earnings growth was driven by positive volume development and the contribution from units acquired in 2011. During the fourth quarter the segment's earnings increased slightly compared to the previous year.

The assets and business of a paper tableware manufacturer Winterfield, LLC, were acquired during the third quarter. The acquisition further strengthened the Group's positions in the North American retail and foodservice packaging markets. The business was consolidated into the North America segment as of September 1, 2012.

The purchase of a manufacturing facility in Batavia, Ohio, in order to set up a new state of the art manufacturing and distribution unit was completed on January 31, 2013. The purchase continued the Group's series of investments in expanding and strengthening its disposable product offering and capability in the United States, and allows the Group to begin to fully leverage its global foodservice position also in the United States. The total investment including the site purchase, improvements in infrastructure and machinery investments to set up capacity will be approximately USD 60 million (EUR 45 million). The majority of the investment will take place in 2013.

MOLDED FIBER

Recycled molded fiber is used to make fresh product packaging, such as egg and fruit packaging. The segment has production in Europe, Oceania, Africa and South America.

EUR million	FY 2012	FY 2011	Q4 2012	Q4 2011
Net sales	**263.5**	244.0	66.6	62.4
EBIT	**26.9**	20.9	7.0	5.8
EBIT margin, %	**10.2**	8.6	10.5	9.3
RONA, %	**15.6**	12.0		

Steady growth continued within the Molded Fiber segment throughout the year. Healthy demand leading to volume growth, as well as favorable product mix, contributed to the positive net sales development. Investments in increased capacity in emerging markets also boosted the net sales growth, particularly in Russia and Brazil.

The segment's earnings growth was solid. Favorable product mix development and continued excellent operational performance, especially in Europe, contributed to the positive earnings development.

FOODSERVICE EUROPE-ASIA-OCEANIA

Foodservice paper and plastic disposable tableware, such as cups, is supplied to foodservice operators, fast food restaurants and coffee shops. The segment has production in Europe, Middle-East, Asia and Oceania.

EUR million	FY 2012	FY 2011	Q4 2012	Q4 2011
Net sales	**601.1**	524.1	155.1	128.3
EBIT*	**34.6**	20.0	9.5	3.8
EBIT margin*, %	**5.8**	3.8	6.1	3.0
RONA, %	**10.9**	7.8		

** Excluding EUR 0.8 million (net amount) NRI in 2011 and Q4 2011.*

The Foodservice Europe-Asia-Oceania segment's net sales developed favorably. Net sales growth was mainly attributable to the business acquired in Asia in the beginning of the second quarter. In addition, net sales developed positively also in Russia and in the UK.

The segment's earnings increased significantly compared to the previous year. The positive earnings development was due to good cost containment, successful restructuring in the segment's plastics unit in Germany and favorable product mix development. The acquired units in Asia also contributed positively to the segment's earnings development.

Josco (Holdings) Limited, a major foodservice packaging supplier in Asia, was acquired in the beginning of the second quarter. The company's manufacturing units are strategically located in China, its product range is complementary to the segment's existing range and it has a strong network of suppliers. It also has significant exports to Europe, the United States and Australia. The acquired business was consolidated into the Foodservice Europe-Asia-Oceania segment as of April 1, 2012. The net sales of the acquired units in 2012, as of the date of consolidation, were approximately EUR 54 million.

Financial review

The full year Group EBIT was EUR 162 million (EUR 128 million excluding non-recurring charges of EUR 7.0 million in 2011), corresponding to an EBIT margin of 6.9% (6.2%). For the fourth quarter, the Group EBIT was EUR 35 million (EUR 28 million excluding positive non-recurring items of EUR 0.8 million in 2011), corresponding to an EBIT margin of 6.1% (5.3%).

Net financial items for the year were EUR -21 million (EUR -16 million) and for the fourth quarter EUR -6 million (EUR -5 million). Financial expenses increased compared to the previous year mainly due to increase in net debt during the year as well as slightly higher average interest rates due to changes in debt structure and the redemption of the hybrid bond in the fourth quarter 2011. Tax expense for the year was EUR 15 million (EUR 14 million) and for the fourth quarter EUR 3 million (EUR 3 million). The corresponding tax rate for the full year was 11% (13%).

Profit for the period was EUR 126 million (EUR 92 million) and for the fourth quarter EUR 27 million (EUR 21 million). Earnings per share (EPS) were EUR 1.21 (EUR 0.87 excluding non-recurring items in 2011) and for the fourth quarter EUR 0.25 (EUR 0.18 excluding non-recurring items in 2011). In 2011, the EPS including non-recurring items was EUR 0.80 for the full year and EUR 0.19 for the fourth quarter.

Foreign currency translation impact was positive. For the full year the impact on net sales was EUR 63 million and on EBIT EUR 5 million compared to the 2011 exchange rates. In the fourth quarter the impact on net sales was EUR 12 million. The translation impact was mainly due to the strengthened U.S. dollar against euro.

The average number of outstanding shares used in EPS calculations was 101,710,693 (101,418,398), excluding 4,594,089 (4,591,089) of the Company's own shares. Based on share subscriptions with Huhtamäki Oyj's option rights 2006 B and 2006 C under the Company's Option Rights 2006 Plan, a total of 1,142,666 new shares of Huhtamäki Oyj were issued in 2012. The corresponding increase in the Company's share capital was EUR 3,885,064.40. At the end of the year, the number of outstanding shares excluding the Company's own shares was 102,611,897 (101,472,231).

STATEMENT OF FINANCIAL POSITION AND CASH FLOW

Free cash flow for 2012 was EUR 103 million (EUR 65 million) and for the fourth quarter EUR 46 million (EUR 64 million). Cash flow generation improved due to increased earnings and efficient working capital management.

Full year capital expenditure was EUR 94 million (EUR 82 million). Majority of the capital expenditure was related to business expansion. Approximately one third of the capital expenditure was allocated to emerging markets. In the fourth quarter, capital expenditure was EUR 39 million (EUR 29 million).

Net debt was EUR 406 million (EUR 393 million) at the end of the year. This corresponds to a gearing ratio of 0.46 (0.49). As a result of strong cash flow generation the increase in net debt was modest despite the investments in quality growth and dividends paid. With net debt to EBITDA ratio decreasing to 1.6 (1.9 excluding non-recurring items in 2011) at the end of the year the Group's ability to invest in further growth opportunities remains good. The average maturity of external committed credit facilities and loans at the end of the year was 3.5 (4.3) years.

The Group's liquidity position was solid. At the end of the year cash and cash equivalents were EUR 81 million (EUR 69 million) and the Group had EUR 307 million (EUR 294 million) of unused committed credit facilities available.

Total assets on the statement of financial position were EUR 2,029 million (EUR 1,910 million).

Strategic review

The implementation of the Group's strategic direction focused on quality growth was continued during the year. Three new strategic and growth enhancing acquisitions were completed and the integration of the businesses acquired in 2011 was continued. A major foodservice packaging supplier was acquired in Asia, a paper tableware manufacturer in the United States and a label manufacturer in India. A total of six transactions have been completed since the implementation of the Group's strategy focused on quality growth begun in 2011. The aggregate annualized net sales of the acquired units, as announced at the time of the acquisitions, are approximately EUR 230 million. Approximately EUR 150 million, including assumed debt, was spent on acquiring them.

Personnel

The Group had a total of 14,228 (12,739) employees at the end of 2012. The number of employees increased mainly due to the acquisitions completed during the year. The number of employees by segment was the following: Flexible Packaging 4,092 (3,824), Films 916 (964), North America 3,250 (3,026), Molded Fiber 1,682 (1,661), Foodservice Europe-Asia-Oceania 4,226 (2,982) and Other activities 62 (64). The average number of employees was 13,342 (12,086). Huhtamäki Oyj employed 53 (51) people at the end of 2012. The annual average was 51 (50).

Resolutions of the Annual General Meeting 2012

Huhtamäki Oyj's Annual General Meeting of Shareholders was held in Helsinki on April 24, 2012. The meeting adopted the Company's Annual Accounts and the Consolidated Annual Accounts for 2011 and discharged the members of the Company's Board of Directors and the CEO from liability. Dividend for 2011 was set at EUR 0.46 (EUR 0.44) per share, as proposed by the Board of Directors.

Eight members of the Board of Directors were elected for a term which lasts until the end of the Annual General Meeting following the election. To the Board of Directors were re-elected Ms. Eija Ailasmaa, Mr. William R. Barker, Mr. Rolf Börjesson, Mr. Mikael Lilius, Mr. Jukka Suominen and Ms. Sandra Turner. Mr. Pekka Ala-Pietilä and Ms. Maria Mercedes Corrales were elected as new members of the Board of Directors. The Board of Directors subsequently elected Mr. Mikael Lilius as Chairman of the Board and Mr. Jukka Suominen as Vice-Chairman of the Board. In addition the Board of Directors resolved upon members of its committees for a term which lasts until the end of the Annual General Meeting of Shareholders following the election.

The Authorized Public Accountant firm Ernst & Young Oy was elected as Auditor of the Company for the financial year January 1 - December 31, 2012. Mr. Harri Pärssinen, APA, is the Auditor with principal responsibility.

The Annual General Meeting resolved to amend the Articles of Association enabling the Company to publish a notice of the General Meeting of Shareholders either in a national daily newspaper or on the Company's website.

The Annual General Meeting resolved to authorize the Board of Directors to decide on conveyance of the Company's own shares. The authorization is valid until April 30, 2015.

European Commission's statement of objections

Huhtamäki Oyj received on September 28, 2012 the European Commission's statement of objections concerning alleged anticompetitive behavior in the markets of plastic trays used for retail packaging of fresh food, such as meat and poultry, in South-West Europe, North-West Europe and France. The alleged infringements of EU competition regulations relate to the Group's operations during years 2000–2008. The operations referred to in the statement of objections were part of the Group's rigid plastic consumer goods business in Europe. Based on the statement of objections, the annual net sales of the affected business, as alleged by the European Commission, were EUR 40–50 million and the duration of the alleged infringements was on average 4–5 years depending on the market. Most of the operations concerned by the statement of objections have been closed down or divested in years 2006 and 2010, and the part of the concerned operations that currently remains in the Group is reported within the Foodservice Europe-Asia-Oceania segment and its annual net sales are approximately EUR 2 million. The Group's other business segments, Flexible Packaging, Films, North America and Molded Fiber, are not concerned by the statement of objections. The statement of objections is addressed to Huhtamäki Oyj and certain of its subsidiaries.

A statement of objections is a formal step in the European Commission's investigations into suspected violations of EU competition regulations. Huhtamäki Oyj will examine the documents received from the European Commission, respond to the statement of objections as requested by the European Commission and exercise its rights of defense in the process. The statement of objections does not prejudge the final outcome of the European Commission's investigation. Thus, no provisions have been made in the Group statement of financial position. It is expected that the European Commission's investigations will take several months.

Short term risks and uncertainties

Volatile raw material and energy prices as well as movements in currency rates are considered to be relevant short-term business risks and uncertainties in the Group's operations. General economic and financial market conditions can also have an adverse effect on the implementation of the Group's strategy and on its business performance and earnings.

Significant events after the reporting period

On January 31, 2013 Huhtamäki Oyj's subsidiary Huhtamaki, Inc. purchased a manufacturing facility in Batavia, Ohio, in the United States to set up a new state of the art manufacturing and distribution unit. With the purchase Huhtamaki continued its series of investments in expanding and strengthening its disposable product offering and capability in the United States. The total investment including the site purchase, improvements in infrastructure and machinery investments to set up capacity will be approximately USD 60 million (EUR 45 million). Majority of the investment will take place in 2013.

Outlook for 2013

The Group's trading conditions are expected to remain relatively stable during 2013. The good financial position and ability to generate a positive cash flow will enable the Group to further address profitable growth opportunities. Capital expenditure is expected to be above EUR 100 million. A significant part of the investments is due to the increases in foodservice disposables capabilities within the North America segment.

Dividend proposal

On December 31, 2012 Huhtamäki Oyj's non-restricted equity was EUR 830 million. The Board of Directors will propose to the Annual General Meeting that a dividend of EUR 0.56 (EUR 0.46) per share, in total EUR 57 million, be paid.

Annual General Meeting 2013

The Annual General Meeting of Shareholders will be held on Thursday, April 25, 2013 at 2 pm (Finnish time), at Kulttuuritalo (Helsinki Hall of Culture), Sturenkatu 4, in Helsinki, Finland.

Financial Reporting Schedule in 2013

Annual Accounts and Directors' Report for 2012 will be published during week 9 on the Company's website at www.huhtamaki.com.

Huhtamaki will publish the following interim reports during the course of the year:

- Interim Report January 1 – March 31, 2013 April 25, 2013
- Interim Report January 1 – June 30, 2013 July 19, 2013
- Interim Report January 1 – September 30, 2013 October 25, 2013

Espoo, February 12, 2013
Huhtamäki Oyj
Board of Directors

Group income statement (IFRS)

EUR million	Q1-Q4 2012	Q1-Q4 2011	Q4 2012	Q4 2011
Net sales	**2,335.0**	2,043.6	578.7	521.8
Cost of goods sold	**-1,963.7**	-1,735.1	-490.1	-443.0
Gross profit	**371.3**	308.5	88.6	78.8
Other operating income	**21.9**	19.6	5.5	5.5
Sales and marketing	**-73.7**	-67.5	-18.1	-17.5
Research and development	**-15.6**	-16.2	-3.7	-3.7
Administration costs	**-129.7**	-108.9	-34.0	-28.1
Other operating expenses	**-12.6**	-14.9	-3.1	-6.6
	-209.7	-187.9	-53.4	-50.4
Earnings before interest and taxes	**161.6**	120.6	35.2	28.4
Financial income	**4.7**	5.7	1.0	1.5
Financial expenses	**-25.9**	-21.8	-6.6	-6.0
Income of associated companies	**0.9**	0.7	0.3	0.2
Profit before taxes	**141.3**	105.2	29.9	24.1
Income taxes	**-14.9**	-13.5	-3.1	-3.0
Profit for the period	**126.4**	91.7	26.8	21.1
Attributable to:				
Equity holders of the parent company	**123.6**	88.2	26.2	20.2
Non-controlling interest	**2.8**	3.5	0.6	0.9
EUR				
EPS profit for the period	**1.21**	0.87	0.25	0.20
EPS attributable to hybrid bond investors	**-**	0.07	-	0.01
EPS attributable to equity holders of the parent company	**1.21**	0.80	0.25	0.19
Diluted:				
EPS profit for the period	**1.21**	0.87	0.25	0.20
EPS attributable to hybrid bond investors	**-**	0.07	-	0.01
EPS attributable to equity holders of the parent company	**1.21**	0.80	0.25	0.19

Group statement of comprehensive income (IFRS)

EUR million	Q1-Q4 2012	Q1-Q4 2011	Q4 2012	Q4 2011
Profit for the period	**126.4**	91.7	26.8	21.1
Other comprehensive income:				
Translation differences	**-15.6**	5.9	-13.3	22.2
Equity hedges	**2.8**	-6.5	4.1	-8.5
Fair value and other reserves	**2.0**	-3.1	1.0	-2.2
Income tax related to components of other comprehensive income	**-0.3**	0.5	-0.2	0.2
Other comprehensive income, net of tax	**-11.1**	-3.2	-8.4	11.7
Total comprehensive income	**115.3**	88.5	18.4	32.8
Attributable to:				
Equity holders of the parent company	**112.5**	85.0	17.8	31.9
Non-controlling interest	**2.8**	3.5	0.6	0.9

Group statement of financial position (IFRS)

EUR million	Dec 31 2012	Dec 31 2011
ASSETS		
Non-current assets		
Goodwill	**452.0**	423.7
Other intangible assets	**29.2**	26.2
Tangible assets	**671.7**	645.5
Investments in associated companies	**4.2**	3.6
Available-for-sale investments	**1.3**	1.3
Interest-bearing receivables	**16.9**	14.4
Deferred tax assets	**18.8**	15.7
Employee benefit assets	**62.0**	63.0
Other non-current assets	**4.6**	4.8
	1,260.7	1,198.2
Current assets		
Inventory	**320.3**	289.0
Interest-bearing receivables	**9.9**	8.9
Current tax assets	**2.3**	2.3
Trade and other current receivables	**354.5**	342.2
Cash and cash equivalents	**81.0**	69.0
	768.0	711.4
Total assets	**2,028.7**	1,909.6
EQUITY AND LIABILITIES		
Share capital	**364.5**	360.6
Premium fund	**114.1**	106.8
Treasury shares	**-42.2**	-42.2
Translation differences	**-110.6**	-97.8
Fair value and other reserves	**-3.7**	-5.4
Retained earnings	**542.7**	460.1
Total equity attributable to equity holders of the parent company	**864.8**	782.1
Non-controlling interest	**26.5**	22.9
Total equity	**891.3**	805.0
Non-current liabilities		
Interest-bearing liabilities	**427.4**	260.8
Deferred tax liabilities	**70.9**	61.5
Employee benefit liabilities	**95.6**	97.0
Provisions	**38.5**	46.7
Other non-current liabilities	**4.9**	4.1
	637.3	470.1
Current liabilities		
Interest-bearing liabilities		
- Current portion of long term loans	**12.4**	82.5
- Short-term loans	**73.6**	142.4
Provisions	**4.1**	13.2
Current tax liabilities	**11.5**	6.8
Trade and other current liabilities	**398.5**	389.6
	500.1	634.5
Total liabilities	**1,137.4**	1,104.6
Total equity and liabilities	**2,028.7**	1,909.6

	Dec 31 2012	Dec 31 2011
Net debt	**405.6**	393.4
Net debt to equity (gearing)	**0.46**	0.49

Statement of changes in equity (IFRS)

EUR million	Share capital	Share issue premium	Treasury shares	Translation diff.	Fair value and other reserves	Retained earnings	Total	Non-controlling interest	Hybrid bond	Total equity
	Attributable to equity holders of the parent company									
Balance at Jan 1, 2011	**360.6**	**106.8**	**-44.4**	**-97.2**	**-2.9**	**426.0**	**748.9**	**24.8**	**75.0**	**848.7**
Dividends paid						-44.6	-44.6			-44.6
Share-based payments			2.2			-0.2	2.0			2.0
Redemption of Hybrid Bond									-75.0	-75.0
Interest on Hybrid Bond						-7.9	-7.9			-7.9
Total comprehensive income for the year				-0.6	-2.5	88.1	85.0	3.5		88.5
Other changes						-1.3	-1.3	-5.4		-6.7
Balance at Dec 31, 2011	**360.6**	**106.8**	**-42.2**	**-97.8**	**-5.4**	**460.1**	**782.1**	**22.9**	**-**	**805.0**
Balance at Jan 1, 2012	**360.6**	**106.8**	**-42.2**	**-97.8**	**-5.4**	**460.1**	**782.1**	**22.9**	**-**	**805.0**
Dividends paid						-46.7	-46.7			-46.7
Share-based payments						3.5	3.5			3.5
Stock option exercised	3.9	7.3					11.2			11.2
Total comprehensive income for the year				-12.8	1.7	123.6	112.5	2.8		115.3
Other changes						2.2	2.2	0.8		3.0
Balance at Dec 31, 2012	**364.5**	**114.1**	**-42.2**	**-110.6**	**-3.7**	**542.7**	**864.8**	**26.5**	**-**	**891.3**

Group statement of cash flows (IFRS)

EUR million	Q1-Q4 2012	Q1-Q4 2011	Q4 2012	Q4 2011
Result for the period*	**126.4**	91.7	26.8	21.1
Adjustments*	**114.5**	115.6	30.8	27.5
- Depreciation and amortization*	**90.5**	76.3	23.4	14.9
- Gain on equity of associated companies*	**-0.9**	-0.7	-0.3	-0.2
- Gain/loss from disposal of assets*	**-0.6**	-0.1	0.0	0.3
- Financial expense/-income*	**21.2**	16.4	5.6	4.7
- Income tax expense*	**14.9**	13.5	3.1	3.0
- Other adjustments, operational*	**-10.6**	10.2	-1.0	4.8
Change in inventory*	**-17.4**	-8.3	12.2	28.9
Change in non-interest bearing receivables*	**7.3**	-41.7	30.2	-7.0
Change in non-interest bearing payables*	**-5.3**	14.4	-4.3	30.4
Dividends received*	**1.3**	0.9	0.4	0.2
Interest received*	**2.5**	2.6	1.1	0.3
Interest paid*	**-22.3**	-18.1	-4.2	-4.5
Other financial expense and income*	**-2.8**	-1.5	-1.2	-0.3
Taxes paid*	**-14.0**	-9.4	-6.9	-3.8
Net cash flows from operating activities	**190.2**	146.2	84.9	92.8
Capital expenditure*	**-93.5**	-82.2	-39.4	-29.0
Proceeds from selling tangible assets*	**5.9**	0.9	0.2	0.0
Acquired subsidiaries	**-57.5**	-51.4	0.0	-22.5
Proceeds from long-term deposits	**1.0**	0.4	0.2	0.0
Payment of long-term deposits	**-3.6**	-2.8	-2.5	-0.3
Proceeds from short-term deposits	**25.5**	34.5	4.0	1.2
Payment of short-term deposits	**-26.9**	-9.1	-0.5	-1.4
Net cash flows from investing	**-149.1**	-109.7	-38.0	-52.0
Proceeds from long-term borrowings	**231.3**	215.5	1.8	4.4
Repayment of long-term borrowings	**-81.7**	-235.0	-16.8	-4.4
Proceeds from short-term borrowings	**1,136.6**	1,337.9	325.9	445.9
Repayment of short-term borrowings	**-1,279.0**	-1,277.5	-355.4	-441.3
Dividends paid	**-46.7**	-44.6	-	-
Hybrid bond equity	**-**	-75.0	-	-75.0
Hybrid bond interest	**-**	-7.9	-	-7.9
Proceeds from stock option exercises	**11.2**	-	9.8	-
Net cash flows from financing	**-28.3**	-86.6	-34.7	-78.3
Change in liquid assets	**12.0**	-49.7	9.9	-29.3
Cash flow based	**12.8**	-50.1	12.2	-37.5
Translation difference	**-0.8**	0.4	-2.3	8.2
Liquid assets period start	**69.0**	118.7	71.1	98.3
Liquid assets period end	**81.0**	69.0	81.0	69.0
Free cash flow (including figures marked with *)	**102.6**	64.9	45.7	63.8

Notes for the results report

The same accounting policies have been applied in the financial statements as in the annual financial statements for 2011.

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	Q1-Q4 2012	Q4 2012	Q3 2012	Q2 2012	Q1 2012	Q1-Q4 2011	Q4 2011	Q3 2011	Q2 2011	Q1 2011
Flexible Packaging	**586.4**	137.1	145.4	151.3	152.6	577.4	142.2	146.0	143.0	146.2
- Intersegment net sales	**0.7**	0.1	0.2	0.1	0.3	0.9	0.0	0.2	0.3	0.4
Films	**187.2**	42.0	46.5	50.3	48.4	173.0	41.7	47.0	42.9	41.4
- Intersegment net sales	**4.3**	0.6	1.2	1.1	1.4	4.0	0.8	1.0	1.2	1.0
North America	**700.9**	179.2	176.8	189.0	155.9	529.2	148.2	128.2	141.9	110.9
- Intersegment net sales	**3.4**	0.9	1.0	0.7	0.8	3.1	0.6	1.0	0.8	0.7
Molded Fiber	**261.3**	66.0	64.4	65.4	65.5	241.9	61.8	59.5	60.9	59.7
- Intersegment net sales	**2.2**	0.6	0.7	0.5	0.4	2.1	0.6	0.7	0.5	0.3
Foodservice Europe-Asia-Oceania	**599.2**	154.4	155.0	162.1	127.7	522.1	127.9	135.1	139.3	119.8
- Intersegment net sales	**1.9**	0.7	0.3	0.6	0.3	2.0	0.4	0.7	0.6	0.3
Elimination of intersegment net sales	**-12.5**	-2.9	-3.4	-3.0	-3.2	-12.1	-2.4	-3.6	-3.4	-2.7
Segments total	**2,335.0**	578.7	588.1	618.1	550.1	2,043.6	521.8	515.8	528.0	478.0

EBIT

EUR million	Q1-Q4 2012	Q4 2012	Q3 2012	Q2 2012	Q1 2012	Q1-Q4 2011	Q4 2011	Q3 2011	Q2 2011	Q1 2011
Flexible packaging (1	**44.2**	9.8	10.9	11.6	11.9	30.5	9.7	0.6	10.0	10.2
Films	**8.7**	0.6	2.5	2.8	2.8	8.4	-0.3	3.7	1.9	3.1
North America	**55.5**	11.0	14.1	20.3	10.1	43.5	10.2	10.4	16.3	6.6
Molded Fiber	**26.9**	7.0	6.9	6.2	6.8	20.9	5.8	5.1	4.6	5.4
Foodservice Europe-Asia-Oceania(2	**34.6**	9.5	8.9	11.8	4.4	20.8	4.6	5.8	7.6	2.8
Other activities	**-8.3**	-2.7	-0.1	-3.4	-2.1	-3.5	-1.6	-0.8	-0.4	-0.7
Segments total(3	**161.6**	35.2	43.2	49.3	33.9	120.6	28.4	24.8	40.0	27.4

EBITDA

EUR million	Q1-Q4 2012	Q4 2012	Q3 2012	Q2 2012	Q1 2012	Q1-Q4 2011	Q4 2011	Q3 2011	Q2 2011	Q1 2011
Flexible Packaging (1	**62.1**	14.3	15.1	16.1	16.6	51.7	14.5	7.6	14.7	14.9
Films	**16.7**	2.5	4.6	4.8	4.8	14.9	1.8	5.2	3.3	4.6
North America	**80.7**	17.7	20.6	26.3	16.1	63.7	15.7	15.3	21.2	11.5
Molded Fiber	**39.2**	10.0	9.9	9.3	10.0	33.1	8.8	8.1	7.7	8.5
Foodservice Europe-Asia-Oceania(2	**60.5**	16.5	15.9	18.0	10.1	36.0	3.8	11.3	12.8	8.1
Other activities	**-7.1**	-2.4	0.4	-3.2	-1.9	-2.5	-1.3	-0.6	-0.1	-0.5
Segments total (3	**252.1**	58.6	66.5	71.3	55.7	196.9	43.3	46.9	59.6	47.1

1) Q1-Q4 and Q3 2011 includes non-recuring items MEUR -7.8.
2) Q1-Q4 and Q4 2011 includes non-recuring items MEUR 0.8 (net amount).
3) Q1-Q4 2011 includes non-recuring items MEUR -7.0 (net amount), Q3 2011 MEUR -7.8 and Q4 2011 MEUR 0.8 (net amount).

Segments (continued)

DEPRECIATION AND AMORTIZATION

EUR million	Q1-Q4 2012	Q4 2012	Q3 2012	Q2 2012	Q1 2012	Q1-Q4 2011	Q4 2011	Q3 2011	Q2 2011	Q1 2011
Flexible Packaging	**17.9**	4.5	4.2	4.5	4.7	21.2	4.8	7.0	4.7	4.7
Films	**8.0**	1.9	2.1	2.0	2.0	6.5	2.1	1.5	1.4	1.5
North America	**25.2**	6.7	6.5	6.0	6.0	20.2	5.5	4.9	4.9	4.9
Molded Fiber	**12.3**	3.0	3.0	3.1	3.2	12.2	3.0	3.0	3.1	3.1
Foodservice Europe-Asia-Oceania	**25.9**	7.0	7.0	6.2	5.7	15.2	-0.8	5.5	5.2	5.3
Other activities	**1.2**	0.3	0.5	0.2	0.2	1.0	0.3	0.2	0.3	0.2
Segments total	**90.5**	23.4	23.3	22.0	21.8	76.3	14.9	22.1	19.6	19.7

NET ASSETS ALLOCATED TO THE SEGMENTS

EUR million	Q4 2012	Q3 2012	Q2 2012	Q1 2012	Q4 2011	Q3 2011	Q2 2011	Q1 2011
Flexible Packaging	**326.1**	327.3	322.5	318.7	313.7	327.9	332.7	333.0
Films	**149.4**	154.1	154.4	155.6	155.3	152.0	127.0	125.0
North America	**453.2**	479.1	471.5	442.9	425.1	413.0	368.9	370.4
Molded Fiber	**167.6**	169.5	172.6	178.2	174.5	173.8	175.4	176.0
Foodservice Europe-Asia-Oceania	**340.4**	337.9	351.3	278.5	275.2	272.3	274.3	261.0

CAPITAL EXPENDITURE

EUR million	Q1-Q4 2012	Q4 2012	Q3 2012	Q2 2012	Q1 2012	Q1-Q4 2011	Q4 2011	Q3 2011	Q2 2011	Q1 2011
Flexible Packaging	**19.8**	9.3	3.9	3.8	2.8	18.6	8.5	3.3	4.8	2.0
Films	**5.5**	2.3	1.0	1.8	0.4	7.1	1.5	1.9	1.8	1.9
North America	**31.5**	11.0	8.9	6.8	4.8	24.0	7.7	6.1	5.2	5.0
Molded Fiber	**14.8**	10.4	1.2	1.7	1.5	11.2	3.8	3.6	1.9	1.9
Foodservice Europe-Asia-Oceania	**21.1**	6.2	4.5	6.1	4.3	20.9	7.3	5.1	5.7	2.8
Other activities	**0.8**	0.2	0.2	0.4	0.0	0.4	0.2	0.1	0.1	0.0
Segments total	**93.5**	39.4	19.7	20.6	13.8	82.2	29.0	20.1	19.5	13.6

RONA (12m roll.)

	Q4 2012	Q3 2012	Q2 2012	Q1 2012	Q4 2011	Q3 2011	Q2 2011	Q1 2011
Flexible Packaging	**13.8%**	13.7%	10.5%	9.9%	9.3%	9.2%	11.4%	10.6%
Films	**5.6%**	5.0%	6.0%	5.7%	6.2%	7.9%	7.7%	9.4%
North America	**12.2%**	12.3%	12.0%	11.6%	11.2%	10.9%	10.8%	11.4%
Molded Fiber	**15.6%**	14.8%	13.7%	12.7%	12.0%	12.3%	12.6%	13.3%
Foodservice Europe-Asia-Oceania	**10.9%**	9.8%	9.2%	8.2%	7.8%	7.5%	8.2%	8.1%

OPERATING CASH FLOW

EUR million	Q1-Q4 2012	Q4 2012	Q3 2012	Q2 2012	Q1 2012	Q1-Q4 2011	Q4 2011	Q3 2011	Q2 2011	Q1 2011
Flexible Packaging	**41.4**	20.3	9.1	7.4	4.6	39.7	23.2	10.5	10.9	-4.9
Films	**11.7**	6.6	1.7	3.9	-0.5	-4.3	2.1	1.0	0.5	-7.9
North America	**28.7**	27.2	8.3	9.0	-15.8	43.5	31.3	9.3	9.5	-6.6
Molded Fiber	**25.6**	2.0	8.1	11.5	4.0	18.5	6.0	4.0	5.5	3.0
Foodservice Europe-Asia-Oceania	**39.7**	10.4	18.3	7.1	3.9	10.7	16.4	5.7	-6.9	-4.5

Business combinations

On April 2, 2012 Huhtamäki Oyj's subsidiary entered into an agreement to acquire all the shares of Josco (Holdings) Limited, a manufacturer and distributor of paper and plastic disposable packaging products headquartered in Hong Kong and with manufacturing in China. With the acquisition the Group continued to implement its strategy of quality growth and significantly strengthened its position as a global provider of high quality foodservice packaging products. The acquired business has been consolidated into Foodservice Europe-Asia-Oceania -segment as of April 1, 2012. In the purchase price allocation, the allocation of intangible assets includes the fair valuation of customer relations. The acquired goodwill is primarily based on high growth potential, operational capabilities and expected synergy benefits. The goodwill is expected to be non-deductible for income tax purposes.

Total consideration was EUR 46.0 million, of which 85% has been paid in cash and the remaining part will be paid during the second quarter in 2014. The Group has recognized EUR 1.6 million costs relating to transaction advice and services from acquisition. EUR 1.1 million costs are included in Other operating expenses in Group Income statement of the reporting period and EUR 0.5 million of the reporting period ended December 31, 2011.

The values of acquired assets and liabilities at time of acquisition were as follows:

EUR million	
Customer relations	7.9
Tangible assets	12.7
Inventories	11.2
Trade and receivables	16.4
Cash and bank	1.3
Total assets	**49.5**
Deferrred taxes	-1.4
Interest bearing loans	-15.6
Trade and other payables	-8.6
Total liabilities	**-25.6**
Net assets total	**23.9**
Non-controlling interest	-1.1
Goodwill	23.2
Consideration	46.0

On August 30, 2012 Huhtamäki Oyj's US based subsidiary, Huhtamaki, Inc. acquired the assets and business of privately held Winterfield, LLC, a manufacturer of paper tableware in the United States. With the acquisition Huhtamaki further strenghtened its position in the North American retail and foodservice packaging markets. The acquired business has been consolidated into North America -segment as of September 1, 2012. The goodwill is expected to be deductible for income tax purposes.

On November 9, 2012 Huhtamäki Oyj's subsidiary in India, The Paper Products Limited, acquired 51% of the shares in privately held Webtech Labels Private Limited, manufacturer of high-end pressure sensitive labels, especially to pharmaceutical customers. The acquisition complements the Flexible Packaging segment's existing product portfolio. The acquired business has been consolidated into the Flexible Packaging segment as of November 1, 2012. The goodwill is expected to be non-deductible for income tax purposes.

The following table summarizes the combined consideration paid and the amounts of the assets and liabilities recognized at the acquisition date:

EUR million	
Customer relations	0.8
Tangible assets	12.4
Inventories	3.1
Trade and receivables	4.3
Total assets	**20.6**
Deferrred taxes	-0.3
Interest bearing loans	-3.7
Trade and other payables	-3.8
Total liabilities	**-7.8**
Net assets total	**12.8**
Non-controlling interest	-1.4
Goodwill	5.4
Consideration	16.8

ANALYSES OF CASH FLOWS OF ALL ACQUISITIONS

EUR million	
Purchase consideration	-62.8
Cash and cash equivalents in acquired companies	1.3
Transactions costs of the acquisition	-1.6
Net cash flow on acquisition	-63.1

The net sales of the acquired businesses are included in the Group income statement since acquisition date and were EUR 62.1 million. Profit for the period for the acquired businesses since acquisition date was EUR 1.5 million. If the acquired businesses had been consolidated from January 1, 2012, the Group net sales would have been EUR 2,376.95 million and profit for the period EUR 130.6 million.

Other information

KEY INDICATORS

	Q1-Q4 2012	Q1-Q4 2011
Equity per share (EUR)	**8.43**	7.71
ROE, % (12m roll.)	**15.0**	11.0
ROI, % (12m roll.)	**11.9**	9.8
Personnel	**14,228**	12,739
Profit before taxes (EUR million, 12m roll.)	**141.3**	105.2
Depreciation (EUR million)	**82.8**	70.7
Amortization of other intangible assets (EUR million)	**7.7**	5.6

CONTINGENT LIABILITIES

EUR million	Dec 31 2012	Dec 31 2011
Mortgages	**0.0**	14.5
Guarantee obligations	**0.4**	0.0
Lease payments	**57.9**	55.3
Capital expenditure commitments	**29.0**	28.3

NOMINAL VALUES OF DERIVATIVE INSTRUMENTS

EUR million	Dec 31 2012	Dec 31 2011
Currency forwards, transaction risk hedges	**73.5**	49.8
Currency forwards, translation risk hedges	**94.9**	83.8
Currency swaps, financing hedges	**101.0**	95.6
Currency options	**4.7**	-
Interest rate swaps	**103.4**	109.3
Cross currency swaps	**48.0**	48.0
Electricity forwards	**-0.1**	-0.1

EXCHANGE RATES

Income statement, average:		Q1-Q4 2012	Q1-Q4 2011
	AUD 1 =	**0.8056**	0.7416
	GBP 1 =	**1.2329**	1.1524
	INR 1 =	**0.0146**	0.0154
	RUB 1 =	**0.0251**	0.0245
	THB 1 =	**0.0250**	0.0236
	USD 1 =	**0.7778**	0.7185

Statement of financial position, month end:		Dec 31 2012	Dec 31 2011
	AUD 1 =	**0.7867**	0.7860
	GBP 1 =	**1.2253**	1.1972
	INR 1 =	**0.0138**	0.0146
	RUB 1 =	**0.0248**	0.0239
	THB 1 =	**0.0248**	0.0244
	USD 1 =	**0.7579**	0.7729

Other information (continued)

SHARE CAPITAL AND SHAREHOLDERS

At the end of 2012, the Company's registered share capital was EUR 364,500,352.40 (360,615,288.00) corresponding to a total number of shares of 107,205,986 (106,063,320) including 4,594,089 (4,591,089) Company’s own shares. The accountable par value of the Company’s own shares was EUR 3.40 per share, totaling EUR 15,619,902.60 (EUR 15,609,702.60) which represents 4.3% (unchanged) of the total number of shares and voting rights. The amount of outstanding shares excluding the Company’s own shares was 102,611,897 (101,472,231).

There were 24,290 (26,604) registered shareholders at the end of 2012. Foreign ownership including nominee registered shares accounted for 34% (26%).

SHARE DEVELOPMENTS

During 2012 the Company´s share was quoted on NASDAQ OMX Helsinki Ltd on the Nordic Mid Cap list under the Industrials sector. As of January 1, 2013 the Company’s share is quoted on the Nordic Large Cap list. As of February 1, 2013 the Company’s share is a component of the OMX Helsinki 25 Index.

At the end of 2012 the Company’s market capitalization was EUR 1,315 million (EUR 972 million) and EUR 1,259 million (EUR 929 million) excluding the Company’s own shares. With a closing price of EUR 12.27 (EUR 9.16) the share price increased by 34% (decreased 11%) from the beginning of the year, while the OMX Helsinki Cap PI Index increased by 10% (decreased 28%) and the OMX Helsinki Industrials PI Index increased by 26% (decreased 24%). In 2012 the volume weighted average price for the Company’s share was EUR 11.30 (EUR 9.04). The highest price paid was EUR 13.19 and the lowest price paid was EUR 8.88.

SHARE TRADING

During 2012 the cumulative value of the Company’s share turnover on NASDAQ OMX Helsinki Ltd was EUR 498 million (EUR 465 million). The trading volume of 44 million (51 million) shares equaled an average daily turnover of EUR 2.0 million (EUR 1.8 million) or, correspondingly 177,014 (202,774) shares.

In addition to NASDAQ OMX Helsinki Ltd, the Company’s shares can also be traded on alternative trading venues, such as BATS Chi-X, Burgundy and Turquoise. During 2012 alternative trading venues increased their share of trading in the Company’s share, and 39% (36%) of all trading took place outside NASDAQ OMX Helsinki Ltd. The cumulative value of the Company’s share turnover on NASDAQ OMX Helsinki Ltd and alternative trading venues was EUR 822 million (EUR 721 million) in 2012. (Source: Fidessa Fragmentation Index, www.fragmentation.fidessa.com)

The total turnover of the Company’s 2006 B and C option rights was EUR 4,108,625.17 corresponding to a trading volume of 1,768,919 option rights. In 2011 the turnover of the Company’s 2006 A, B and C option rights was EUR 1,341,655.79 corresponding to a trading volume of 974,421 option rights.

DEFINITIONS FOR KEY INDICATORS

EPS profit for the period =	Profit for the period - non-controlling interest Average number of shares outstanding
EPS profit for the period (diluted) =	Diluted profit for the period - non-controlling interest Average fully diluted number of shares outstanding
EPS attributable to hybrid bond investors =	Hybrid bond interest Average number of shares outstanding
EPS attributable to hybrid bond investors (diluted) =	Hybrid bond interest Average fully diluted number of shares outstanding
EPS attributable to equity holders of the parent company =	Profit for the period - non-controlling interest - hybrid bond interest Average number of shares outstanding
EPS attributable to equity holders of the parent company (diluted) =	Diluted profit for the period - non-controlling interest - hybrid bond interest Average fully diluted number of shares outstanding
Net debt to equity (gearing) =	Interest bearing net debt Equity + non-controlling interest + hybrid bond
Return on net assets (RONA) =	100 x Earnings before interest and taxes (12 m roll.) Net assets (12 m roll.)
Operating cash flow =	Ebit + depreciation and amortization (including impairment) - capital expenditure + disposals +/- change in inventories, trade receivables and trade payables
Shareholders' equity per share =	Total equity attributable to equity holders of parent company Issue-adjusted number of shares at period end
Return on equity (ROE) =	100 x (Profit for the period) (12 m roll.) Equity + non-controlling interest + hybrid bond (average)
Return on investment (ROI) =	100 x (Profit before taxes + interest expenses + net other financial expenses) (12 m roll.) Statement of financial position total - Interest-free liabilities (average)

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