



AHLSTROM

Interim Report

January–March 2014

Ahlstrom Corporation STOCK EXCHANGE RELEASE April 29, 2014

Ahlstrom interim report January-March 2014

Profitability shows signs of improvement

Continuing operations January-March 2014 compared with January-March 2013

- Net sales EUR 249.2 million (EUR 255.3 million).
- Operating profit EUR 4.4 million (EUR 8.3 million).
- Operating profit excluding non-recurring items EUR 7.2 million (EUR 6.5 million).
- Operating margin excluding non-recurring items 2.9% (2.5%).
- Profit before taxes EUR 5.2 million (EUR 3.6 million).
- Earnings per share EUR 0.05 (EUR 0.03).

January-March 2014 in brief

- Reported net sales fell by 2.4%, while profitability improved. Comparable net sales grew 2.6% at constant currency rates and there was clear improvement in the profitability of three business areas: *Advanced Filtration*, *Food*, and *Transportation Filtration*.
- New products were introduced to accelerate growth and improve sales mix and profit margin. One key product launch was Ahlstrom NatureMold™, a new biodegradable molding material for food packaging.

Outlook for 2014

- The outlook published on January 30, 2014 remains unchanged. Net sales are expected to be EUR 930-1,090 million. The operating profit margin excluding non-recurring items is expected to be 2-5% of net sales.

Jan Lång, President & CEO

"I'm pleased that we were able to make good progress and improve our profitability in three business areas. Advanced Filtration achieved excellent profitability, Transportation Filtration posted solid growth in both sales and profits, and Food showed very good comparable growth during the quarter. Overall, our new products are gaining traction."

"Meanwhile, we continued to address the issues in our two underperforming businesses, Building and Energy, and Medical. We still have work ahead of us in these two businesses, but I'm confident that we are able to enhance competitiveness with ongoing initiatives."

"Our rightsizing program, aimed at reducing costs by EUR 50 million annually is progressing as planned. We are well placed to improve our profitability this year and beyond through the rightsizing and growth initiatives."

Key figures from continuing operations

EUR million	Q1/2014	Q1/2013	Change, %	2013
Net sales	249.2	255.3	-2.4	1,014.8
Operating profit	4.4	8.3	-47.2	10.7
<i>% of net sales</i>	1.8	3.3		1.1
Operating profit excl. NRI	7.2	6.5	11.6	13.4
<i>% of net sales</i>	2.9	2.5		1.3
Profit / Loss before taxes	5.2	3.6	44.0	-15.4
Profit / Loss for the period	3.1	1.9	60.9	-18.9
Earnings per share	0.05	0.03	71.0	-0.46
Return on capital employed, %	3.4	5.1		0.9
Net cash flow from operative activities *	-6.1	-21.4	71.6	41.0
Capital expenditure	9.0	11.5	-22.0	76.1
Number of personnel, at the end of period	3,502	3,821	-8.3	3,536

*Including discontinued operations

Operating environment

The operating environment in Ahlstrom's main markets in the first quarter of 2014 improved slightly from the comparison period. The North American economy continued to grow and some positive signs were also seen in Europe. Development varied in Asia with growth slowing in China. The economy in South America continued to be soft.

In the *Advanced Filtration* business area, steady growth continued in the laboratory and life science filtration markets in Europe and Asia, whereas the development was somewhat softer in North America. Demand for water, gas turbine and high efficiency air applications grew as well.

In the *Building and Energy* business area, demand for construction related materials was stable in Europe, but softened in Russia. The market for reinforced glass fiber products for the wind energy industry in Europe was steady at a low level, whereas it started to recover in North America supported by tax incentives. Demand for wallpaper and wallcovering substrates in Europe and China softened during the period.

In the *Food* business area, demand for beverage, food packaging and tape products continued to be solid in all main geographical regions except for South America. Growth continued in the single-use coffee products market.

In the *Medical* business area, demand for medical fabrics was stable in Europe and North America, while it strengthened in Asia, supported by the growing trend for single-use products.

In the *Transportation Filtration* business area, solid growth continued in the transportation filtration materials markets in Asia, North America and Europe. In South America, the market started to show some positive signs following a slowdown in the second half of 2013.

New products

Ahlstrom continued actively launching new products to drive growth and improve sales mix and profit margin. The company recently launched Ahlstrom NatureMold™, a new biodegradable molding material for food packaging. Its key benefits include heat resistance, easy release, high wet strength, and the superior grease resistance thanks to our unique genuine vegetable parchment. In addition, the company launched Ahlstrom TrustShield™, an extensive range of high

performance fabrics for surgical drapes. The company's patent-pending Flow2Save™ indoor air filtration product won the INDEX 14 award in the sustainable product category at the industry's leading showcase event in Europe. Ahlstrom's long-term strategic target is to generate 20% of net sales from new products. As of March 31, 2014, the 12-month rolling figure was 13%.

Changes in segment reporting

Ahlstrom made changes to its financial segment reporting as of January 1, 2014, as the former Food and Medical business area was divided into two segments: the Food business area and the Medical business area. The company's six reporting segments are: Advanced Filtration, Building and Energy, Food, Medical, Transportation Filtration, and Trading and News Business.

Development of net sales from continuing operations

January-March 2014 compared with January-March 2013

Net sales by segment, EUR million	Q1/2014	Q1/2013	Change, %	Comparable change*, %	2013
Advanced Filtration	24.5	24.3	1.0	2.8	97.9
Building and Energy**	68.8	73.4	-6.3	-3.7	275.7
Food	59.0	60.1	-1.8	6.7	243.7
Medical	30.1	36.5	-17.4	-13.5	142.9
Transportation Filtration	77.9	74.6	4.4	9.5	306.8
Trading and New Business***	19.3	10.4	85.1	N/A	61.3
Other functions**** and eliminations	-30.5	-24.0	-27.3	N/A	-113.5
Total net sales	249.2	255.3	-2.4	2.6	1,014.8

* At constant currencies, excluding the impact from divestments.

** Internal sales of release papers to the Trading and New Business segment are included in the Building and Energy segment. In addition, sales of poster papers are included in the Building and Energy segment starting from the beginning of June 2013.

*** Trading and New Business includes: trading sales of wipes materials to Suominen Corporation, trading sales of release papers to Munksjö Oyj as well as Porous Power Technologies.

**** Other functions include financing and tax-related items, as well as earnings and costs belonging to holding and sales companies.

Ahlstrom's first-quarter 2014 net sales fell by 2.4% to EUR 249.2 million, compared with EUR 255.3 million in the first quarter of 2013. The decline was mainly due to an adverse currency effect, led by a weaker U.S. dollar against the euro, and the sale of the West Carrollton converting plant in the U.S. Higher selling prices and a favorable product mix had a positive impact on net sales. Comparable net sales growth at constant currency rates was 2.6%.

Breakdown of the change in net sales:

	Net sales
Q1/2013, EUR million	255.3
Price and mix, %	2.2
Currency, %	-2.9
Volume, %	0.3
Closures, divestments and new assets, %	-2.0
Total, %	-2.4
Q1/2014, EUR million	249.2

Total sales volumes in metric tons fell by 1.7% from the comparison period. Sales volumes decreased by 9.3% in *Building and Energy* and 8.0% in *Medical*. Sales volumes increased by 3.6% in *Transportation Filtration*, 1.3% in *Advanced Filtration* and 1.1% in *Food* (+6.6% excluding the impact of divestments).

Total sales volumes, excluding the impact divestments, decreased by 0.4%.

Result and profitability from continuing operations

January-March 2014 compared with January-March 2013

Operating profit excl. non-recurring items by segment, EUR million	Q1/2014	Q1/2013	Change, %	2013
Advanced Filtration	3.7	3.2	17.0	12.8
Building and Energy	1.3	2.5	-48.9	2.7
Food	2.3	0.8	182.8	4.2
Medical	-1.8	0.0	N/A	-3.1
Transportation Filtration	5.0	4.1	19.7	14.4
Trading and New Business*	-1.1	-0.8	-30.6	-3.1
Other functions** and eliminations	-2.1	-3.3	36.0	-14.5
Continuing operations total	7.2	6.5	11.6	13.4
% of net sales	2.9	2.5		1.3

* Trading and New Business includes: trading sales of wipes materials to Suominen Corporation, trading sales of release papers to Munksjö Oyj as well as Porous Power Technologies.

** Other functions include financing and tax-related items, as well as earnings and costs belonging to holding and sales companies.

Operating profit excluding non-recurring items amounted to EUR 7.2 million (EUR 6.5 million). Operating profit was EUR 4.4 million (EUR 8.3 million). Non-recurring items affecting the operating profit totaled EUR -2.8 million (EUR 1.9 million). The figure includes mainly costs from the rightsizing program. The comparison period figure includes a gain of EUR 2.6 million booked at the Group level for the sale of shares in Paperinkeräys Oy.

Operating profit excluding non-recurring items increased as higher selling prices more than offset higher raw material and energy costs, mainly stemming from some wood pulp grades, liquid solvents and natural gas. In addition, cost savings achieved by the rightsizing program primarily through lower production overheads had a positive impact on operating profit.

Lower sales volumes had a negative impact on operating profit. The focus units of Mundra (India), Longkou (China) and Chirside (U.K.) in the Food and Medical business areas showed signs of improvement in their financial performance.

Profit before taxes was EUR 5.2 million (EUR 3.6 million).

Income taxes amounted to EUR 2.1 million (EUR 1.7 million). No deferred tax revenues and tax assets were recognized for companies with uncertain profit forecasts or for losses in associated companies. In addition, the effective tax rate was impacted by the relatively large share of pre-tax profits in countries with higher tax rates.

Profit for the period was EUR 3.1 million (EUR 1.9 million).

Earnings per share with the effect of interest net of tax on the hybrid bond were EUR 0.05 (EUR 0.03).

Discontinued operations

The operative result of the Brazilian operation of the former Home and Personal business area was included in discontinued operations until February 10, 2014, when its sale to Suominen Corporation was completed. The comparison figures include the operative results from the Label and Processing business as well as the Brazilian operations of the former Home and Personal business area. All operative figures exclude depreciation.

Result from discontinued operations

In January-March 2014, the loss from discontinued operations for the period was EUR 1.2 million (EUR 6.0 million profit). The figure includes a reversal of EUR 2.2 million net of tax of an impairment loss and transaction costs to divest the Brazilian operations of the former Home and Personal business area. In addition, it includes a deferred tax cost in Germany.

Result including discontinued operations

In January-March 2014, profit for the period including discontinued operations was EUR 1.9 million (EUR 7.9 million). Earnings per share with the effect of interest net of tax on the hybrid bond were EUR 0.03 (EUR 0.16).

Return on equity (ROE) was 2.2% (6.6%).

Segment review

Advanced Filtration

EUR million	Q1/2014	Q1/2013	Change, %	2013
Net sales	24.5	24.3	1.0	97.9
Operating profit	3.7	3.2	17.0	12.8
<i>% of net sales</i>	15.1	13.0		13.0
Operating profit excl. NRI	3.7	3.2	17.0	12.8
<i>% of net sales</i>	15.1	13.0		13.0
RONA, %	32.4	25.8		27.3
Sales volumes, 000s metric tons	4.0	4.0	1.3	16.1

Net sales in January-March 2014 rose by 1.0% to EUR 24.5 million, compared with EUR 24.3 million in January-March 2013. The increase was due to higher sales in several product families, including high efficiency air filtration, industrial and laboratory & life science applications, and increased selling prices. Growth was partially offset by an adverse currency effect and timing of gas turbine application orders. Comparable net sales rose by 2.8%.

Operating profit excluding non-recurring items rose to EUR 3.7 million (EUR 3.2 million), yielding a record high margin of 15.1% of net sales. The increase was mainly due to a more favorable product mix in laboratory & life science and water applications.

Operating profit amounted to EUR 3.7 million (EUR 3.2 million).

Building and Energy

EUR million	Q1/2014	Q1/2013	Change, %	2013
Net sales	68.8	73.4	-6.3	275.7
Operating profit	1.5	2.5	-40.5	1.3
<i>% of net sales</i>	2.1	3.3		0.5
Operating profit excl. NRI	1.3	2.5	-48.9	2.7
<i>% of net sales</i>	1.8	3.3		1.0
RONA, %	6.4	11.6		1.5
Sales volumes, 000s metric tons	35.6	39.2	-9.3	145.5

Net sales in January-March 2014 fell by 6.3% to EUR 68.8 million, compared with EUR 73.4 million in January-March 2013. The decline was due to lower sales of flooring applications in Russia, wallcovering substrates in China and wind energy reinforcement materials in Europe. Increased deliveries of construction related materials in Europe had a positive impact on net sales. Comparable net sales decreased by 3.7%.

Operating profit excluding non-recurring items fell to EUR 1.3 million (EUR 2.5 million). The decline was due to lower sales volumes. Lower fixed costs and improved operational efficiency had a positive impact on operating profit.

Operating profit was EUR 1.5 million (EUR 2.5 million).

Food

EUR million	Q1/2014	Q1/2013	Change, %	2013
Net sales	59.0	60.1	-1.8	243.7
Operating profit	2.3	0.0	N/A	2.1
<i>% of net sales</i>	3.9	0.0		0.9
Operating profit excl. NRI	2.3	0.8	182.8	4.2
<i>% of net sales</i>	3.9	1.4		1.7
RONA, %	10.4	0.1		2.2
Sales volumes, 000s metric tons	22.3	22.1	1.1	91.3

Net sales in January-March 2014 fell by 1.8% to EUR 59.0 million, compared with EUR 60.1 million in January-March 2013. Comparable net sales, excluding the impact from the divestment of the West Carrollton converting plant, rose by 6.7%, driven by higher volumes of beverage, food packaging and tape products. During the quarter, the business area launched Ahlstrom NatureMold™, a new biodegradable molding material for food packaging.

Operating profit excluding non-recurring items rose to EUR 2.3 million (EUR 0.8 million). The increase was due to higher sales volumes and lower fixed costs. The two focus units, the Longkou plant in China and the Chirnside production line in the U.K., improved their performance with better order intake. However, they continued to be loss making.

Operating profit was EUR 2.3 million (EUR 0.0 million).

Medical

EUR million	Q1/2014	Q1/2013	Change, %	2013
Net sales	30.1	36.5	-17.4	142.9
Operating profit	-1.9	0.0	N/A	-3.1
<i>% of net sales</i>	-6.4	0.0		-2.2
Operating profit excl. NRI	-1.8	0.0	N/A	-3.1
<i>% of net sales</i>	-6.1	0.0		-2.2
RONA, %	-10.8	0.0		-3.8
Sales volumes, 000s metric tons	9.2	10.0	-8.0	40.0

Net sales in January-March 2014 fell by 17.4% to EUR 30.1 million, compared with EUR 36.5 million in January-March 2013. The decline was due to a drop in volumes, caused by a reduction in business with a large customer and the exit from the market for certain drape and medical dressing products, as well as an adverse currency effect. Comparable net sales decreased by 13.5%. During the quarter, the business area launched Ahlstrom TrustShield™, an extensive range of high performance fabrics for surgical drapes.

The operating loss excluding non-recurring items amounted to EUR 1.8 million (EUR 0.0 million). Lower sales volumes and an adverse product mix had a negative impact on operating profit, partially offset by lower fixed costs. While the Mundra plant in India improved its performance, it continued to be loss making.

The operating loss was EUR 1.9 million (EUR 0.0 million).

Transportation Filtration

EUR million	Q1/2014	Q1/2013	Change, %	2013
Net sales	77.9	74.6	4.4	306.8
Operating profit	5.0	4.1	19.7	14.1
<i>% of net sales</i>	6.4	5.6		4.6
Operating profit excl. NRI	5.0	4.1	19.7	14.4
<i>% of net sales</i>	6.4	5.6		4.7
RONA, %	13.4	10.8		9.7
Sales volumes, 000s metric tons	27.7	26.7	3.6	110.1

Net sales in January-March 2014 rose by 4.4% to EUR 77.9 million, compared with EUR 74.6 million in January-March 2013. The increase was due to higher sales volumes, mainly driven by growth in North America and Asia, an improved product mix, and increased selling prices. Growth was partially offset by an adverse currency effect, mainly related to the depreciation of the Brazilian real and U.S. dollar against the euro. Comparable net sales increased by 9.5%.

Operating profit excluding non-recurring items grew to EUR 5.0 million (EUR 4.1 million), supported by higher sales volumes, an improved mix towards more valued-added products, and lower fixed costs. The increase was partially offset by increased raw material costs related to liquid solvents.

Operating profit amounted to EUR 5.0 million (EUR 4.1 million).

Trading and New Business

EUR million	Q1/2014	Q1/2013	Change, %	2013
Net sales	19.3	10.4	85.1	61.3
Operating profit	-1.1	-0.8	-30.6	-3.1
<i>% of net sales</i>	-5.7	-8.0		-5.0
Operating profit excl. NRI	-1.1	-0.8	-30.6	-3.1
<i>% of net sales</i>	-5.7	-8.0		-5.0
RONA, %	-14.5	-12.7		-11.4
Sales volumes, 000s metric tons	12.5	3.5	N/A	34.9

Trading and New Business includes: trading sales of wipes materials to Suominen Corporation, trading sales of release papers to Munksjö Oyj as well as Porous Power Technologies.

Net sales in January-March 2014 rose by 85.1% to EUR 19.3 million, compared with EUR 10.4 million in January-March 2013. The increase was due to higher sales of wipes materials and release papers.

The operating loss excluding non-recurring items was EUR 1.1 million (EUR 0.8 million loss).

The operating loss was EUR 1.1 million (EUR 0.8 million loss)

Rightsizing program

Following the completion of the Label and Processing demerger in 2013, Ahlstrom initiated a rightsizing program to bring down costs to reflect its new size and scope. The company aims to achieve EUR 50 million in annual cost savings. The majority of the planned actions related to the rightsizing program will be realized by the end of 2014, and the full impact of the program is expected to be visible in 2015.

As a result of the planned program, Ahlstrom's personnel is to be reduced by approximately 400 people globally. The planned changes and personnel impacts are subject to employee consultation processes according to local legislation in the countries affected. The targeted savings will be derived from all business areas and functions globally. In particular, the aim is to reduce selling, general and administration (SGA) costs and further improve supply chain efficiency. The aim is to bring the SGA costs back to a level of 10-11% of net sales in 2015.

The program is moving ahead as targeted. As of March 31, 2014, approximately EUR 19 million in total cumulative cost savings were achieved, corresponding to an annualized run rate of EUR 25 million.

In continuing operations, approximately EUR 12 million in cumulative cost savings were achieved, of which approximately EUR 4 million in the first quarter of 2014. In addition, approximately EUR 7 million were derived from costs transferred to Munksjö Oyj, of which EUR 2 million in the first quarter of 2014.

Ahlstrom plans to book non-recurring costs of approximately EUR 15 million related to rightsizing during the years 2014-2015. So far, EUR 6.3 million in non-recurring costs have been booked, of which EUR 3.1 million was in the first quarter of 2014.

Net financial expense (continuing operations)

In January-March 2014, net financial expense were EUR 0.0 million (EUR 5.2 million). Net financial expense include net interest expenses of EUR 3.7 million (EUR 4.5 million), a financing exchange rate loss of EUR 0.2 million (EUR 0.1 million gain), and other financial income of EUR 3.9 million (EUR 0.8 million expense) mainly related to the fair valuation of Munksjö Oyj shares held by Ahlstrom.

Financing (including discontinued operations)

In January-March 2014, net cash flow from operating activities amounted to EUR -6.1 million (EUR -21.4 million), and cash flow after investments was EUR 8.2 million (EUR -43.0 million).

As of March 31, 2014, operative working capital amounted to EUR 120.5 million (EUR 108.0 million at the end of 2013). The turnover rate fell to 44 days from 45 days in the comparison period.

Ahlstrom's interest-bearing net liabilities stood at EUR 281.3 million (EUR 291.7 million at the end of 2013). Ahlstrom's interest-bearing liabilities amounted to EUR 343.6 million (EUR 330.4 million at the end of 2013). The modified interest rate duration of the loan portfolio (average interest rate fixing period) was 8.6 months and the capital weighted average interest rate was 3.77%. The average maturity of the long-term loan portfolio and committed credit facilities was 29.8 months.

The company's liquidity continues to be good. At the end of the review period, its total liquidity, including cash and unused committed credit facilities was EUR 314.0 million (EUR 296.6 million). In addition, the company had undrawn uncommitted credit facilities and cash pool overdraft limits of EUR 139.9 million (EUR 155.2 million) available.

Gearing stood at 87.7% (85.5% at the end of 2013). The equity ratio was 32.4% (35.2% at the end of 2013).

Capital expenditure

Ahlstrom's capital expenditure excluding acquisitions from continuing operations totaled EUR 9.0 million in January-March 2014 (EUR 11.5 million). The figure includes projects such as a wallcovering materials production line in Binzhou, China, and operational maintenance related expenditure.

Personnel

Ahlstrom employed an average of 3,513 people¹ in January-March 2014 (3,803), and 3,502 people (3,821) at the end of the period. The decline was primarily due to the rightsizing program. At the end of the period, the highest numbers of employees were in the United States (23.8%), France (17.1%), Finland (10.5%), China (10.4%), and Italy (8.4%).

Changes in the Executive Management Team

On February 1, 2014, Sakari Ahdekivi's appointment as the Chief Financial Officer and a member of the EMT became effective.

The following appointments to the Executive Management Team became effective as of February 10, 2014:

- Rami Raulas was appointed Executive Vice President, Sales region, Europe, Middle East and India. He has been a member of the EMT since 2009.
- William Casey was appointed Executive Vice President, Sales region, Americas and member of the EMT.
- Jari Koikkalainen assumed responsibility for leading sales in Asia in addition to his responsibilities as the head of Transportation Filtration. He was appointed Executive Vice President, Transportation Filtration and Sales region, Asia. He has been a member of the EMT since 2013.
- Arnaud Marquis was appointed Executive Vice President, Building and Energy and member of the EMT. He succeeded Laura Raitio, who decided to resign from Ahlstrom on January 21, 2014 and step down from the EMT.

¹ Calculated as full-time equivalents.

On February 11, 2014, Aki Saarinen, Executive Vice President, Strategic Business Development, decided to resign from Ahlstrom and step down from the EMT.

Shares and share capital

Ahlstrom's shares are listed on the NASDAQ OMX Helsinki. Ahlstrom has one series of shares. The stock is classified under the NASDAQ OMX's Materials sector and the trading code is AHL1V.

During January-March 2014, a total of 0.52 million Ahlstrom shares were traded for a total of EUR 4.1 million. The lowest trading price was EUR 7.33 and the highest EUR 8.45. The closing price on March 31, 2014 was EUR 7.98. The market capitalization at the end of the review period was EUR 367.9 million, excluding the shares owned by the parent company and Ahlcorp Oy, which is a management ownership company.

At the end of March 2014, Ahlstrom held a total of 269,005 of its own shares, corresponding to approximately 0.58% of the total shares and votes.

Ahlstrom Group's equity per share was EUR 4.59 at the end of the review period (December 31, 2013: EUR 5.04).

Annual General Meeting

Ahlstrom Corporation's Annual General Meeting of Shareholders (AGM) was held on March 25, 2014.

The AGM resolved, in accordance with the proposal of the Board of Directors, that dividend in the aggregate maximum amount of EUR 14,001,182.40 (EUR 0.30 per share) shall be paid as follows:

(i) Dividend payable in Munksjö Oyj's shares.

Every 26 Ahlstrom's shares entitle their holder to receive one share in Munksjö Oyj as a dividend. Ahlstrom shall distribute to its shareholders as dividend a maximum of 1,795,023 shares of Munksjö.

(ii) Dividend payable in cash

A dividend of approximately EUR 0.09 per share be paid in cash from the retained earnings. As of January 30, 2014, the number of shares of the company amounts to 46,670,608 based on which the maximum amount to be distributed as dividend payable in cash would be EUR 4,308,056.13.

The dividend record date is March 28, 2014. No dividend will be paid based on shares owned by the company or its subsidiaries. The dividend payable in Munksjö shares was paid on April 4, 2014 and the cash payment on or about April 8, 2014. In addition, the AGM resolved to reserve EUR 70,000 to be used for donations at the discretion of the Board of Directors.

The AGM approved the financial statements and discharged the members of the Board of Directors and the CEO from liability for the fiscal year January 1 - December 31, 2013.

The AGM confirmed the number of Board members to be eight. Robin Ahlström, Lori J. Cross, Esa Ikäheimonen, Pertti Korhonen, Daniel Meyer and Anders Moberg were re-elected as members of the Board of Directors. Markus Rauramo (b. 1968) and Panu Routila (b. 1964) were elected as new members. The term of the Board of Directors will expire at the close of the next Annual General Meeting in 2015.

PricewaterhouseCoopers Oy was re-elected as Ahlstrom's auditor, as recommended by the Audit Committee. PricewaterhouseCoopers Oy has designated Authorized Public Accountant Kaj

Wasenius as the Responsible Auditor. The auditor's remuneration will be paid according to invoicing approved by the company.

Authorizations to repurchase and distribute the company's own shares as well as to accept them as pledge

The AGM authorized the Board of Directors to repurchase and distribute the company's own shares as well as to accept them as pledge as proposed by the Board of Directors. The number of shares to be repurchased or accepted as pledge by virtue of the authorization shall not exceed 4,000,000 shares in the company, yet always taking into account the limitations set forth in the Companies' Act as regards the maximum number shares owned by or pledged to the company or its subsidiaries. The shares may be repurchased only through public trading at the prevailing market price by using unrestricted shareholders' equity. The rules and guidelines of NASDAQ OMX Nordic Ltd. and Euroclear Finland Ltd shall be followed in the repurchase.

The authorization includes the right for the Board of Directors to decide upon all other terms and conditions for the repurchase of the company's own shares, or their acceptance as pledge including the right to decide on the repurchase of the Company's own shares otherwise than in proportion to the shareholders' holdings in the company.

By virtue of the authorization, the Board of Directors has the right to resolve to distribute a maximum of 4,000,000 own shares held by the company. The Board of Directors will be authorized to decide to whom and in which order the own shares will be distributed. The Board of Directors may decide on the distribution of the company's own shares otherwise than in proportion to the existing pre-emptive right of shareholders to purchase the company's own shares. The shares may be used e.g. as consideration in acquisitions and in other arrangements as well as to implement the company's share-based incentive plans in the manner and to the extent decided by the Board of Directors. The Board of Directors also has the right to decide on the distribution of the shares in public trading for the purpose of financing possible acquisitions. The authorization also includes the right for the Board of Directors to resolve on the sale of the shares accepted as a pledge. The authorization includes the right for the Board of Directors to resolve upon all other terms and conditions for the distribution of the shares held by the company.

The authorizations for the Board of Directors to repurchase the company's own shares, to distribute them as well as to accept them as pledge are valid for 18 months from the close of the Annual General Meeting but will, however, expire at the close of the next Annual General Meeting, at the latest.

Decisions taken by the Board of Directors

After the AGM, the organization meeting of the Board of Directors elected Pertti Korhonen as Chairman and Robin Ahlström as Vice Chairman of the Board.

The Board of Directors appointed two permanent committees, the Audit Committee and the Human Resources Committee, which replaced the Compensation Committee. The members of the Audit Committee are Esa Ikäheimonen (Chairman), Lori J. Cross, Markus Rauramo and Panu Routila. The members of the Human Resources Committee are Pertti Korhonen (Chairman), Robin Ahlström and Anders Moberg.

Other events during the period

Sale of Munksjö shares

On January 9, 2014, Ahlstrom sold 2,314,000 shares in Munksjö Oyj for approximately EUR 11.8 million. After the sale, Ahlstrom received 818,438 Munksjö shares as compensation from EQT, the largest shareholder in Munksjö, based on a price risk sharing agreement between the two parties.

Sale of Paulinia to Suominen

On February 10, 2014, Ahlstrom completed the sale of the Paulinia plant in Brazil to Suominen Corporation. The enterprise value of the transaction was EUR 17.5 million. Related to the agreement, Ahlstrom granted Ahlström Capital an option to acquire Ahlstrom's current 26.9% shareholding in Suominen at a price of EUR 0.50 per share within ten months of the closing of the transaction.

Statement of Objections from the European Commission

On February 25, 2014, Ahlstrom, Munksjö Oyj and Munksjö AB received a Statement of Objections from the European Commission with respect to alleged misleading information relating to the abrasive paper backings market. The information was provided in connection with the merger notification to the European Commission, submitted on October 31, 2012, regarding the business combination of Ahlstrom's Label and Processing business and Munksjö AB. The European Commission's ongoing investigation does not affect the approval of the combination granted in 2013.

Ahlstrom and Munksjö disagree with the preliminary position expressed by the European Commission. The companies are in the process of responding to the EU Commission with a view to clearing up any misunderstandings.

Outlook

The outlook presented on January 30, 2014 remains unchanged. Based on Ahlstrom's view of the development of its main markets, pricing and product mix, competitive dynamics and expected cost savings, the company anticipates net sales in 2014 to be EUR 930-1,090 million. The operating profit margin excluding non-recurring items is expected to be 2-5% of net sales.

In 2014, investments excluding acquisitions are estimated to be approximately EUR 50 million (EUR 76.1 million in 2013).

Short-term risks

The global economy is expected to gain momentum this year, with regional variations. While the European economy has shown some signs of recovery, it may be uneven and fragile. Recent indicators for the development of the U.S. economy are more positive. In Asia, the Chinese economy in particular, may grow at a slower pace than previously anticipated.

Slower-than-anticipated economic growth poses risks to Ahlstrom's financial performance. It may lead to lower sales volumes and force Ahlstrom to initiate more market-related shutdowns at plants, which could affect profitability. The uncertainty related to global economic growth, increased volatility in our main markets and limited visibility are making it more difficult to forecast future developments.

In recent years, Ahlstrom has initiated investment projects, such as the wallcoverings production line in Binzhou, China, that are in a start-up phase. The company's financial performance may be negatively affected by the commercialization of new production lines.

Ahlstrom's main raw materials are natural fibers, mainly pulp, synthetic fibers, and chemicals. The prices of some of the key raw materials used by Ahlstrom remain at a high level and are volatile.

If global economic growth slows down, maintaining current sales prices may be at risk and sustaining the current level of profitability may be compromised, even if raw material prices fall at the same time.

The general risks facing Ahlstrom's business operations are described in greater detail on the company website at www.ahlstrom.com and in the report by the Board of Directors in the company's Annual Report 2013. The risk management process is also described in the Corporate Governance Statement, also available on the company's website.

* * *

This interim report has been prepared in accordance with International Financial Reporting Standards (IFRS). Comparable figures refer to the same period last year unless otherwise stated.

This report contains certain forward-looking statements that reflect the present views of the company's management. The statements contain uncertainties and risks and are thus subject to changes in the general economic situation and in the company's business.

Helsinki, April 29, 2014

Ahlstrom Corporation

Board of Directors

Additional information

Jan Lång, President & CEO, tel. +358 (0)10 888 4700

Sakari Ahdekivi, CFO, tel. +358 (0)10 888 4768

Ahlstrom's President & CEO Jan Lång and CFO Sakari Ahdekivi will present the January-March 2014 interim report at a Finnish-language press and analyst conference in Helsinki today, April 29, 2014, at 10:00 a.m. (CET+1). The conference will take place at Ahlstrom's head office at Alvar Aallon katu 3 C (second floor, meeting room Antti).

In addition, President & CEO Lång and CFO Ahdekivi will hold a conference call in English for analysts, investors and representatives of the media today, April 29, 2014, at 2:30 p.m. (CET+1). To participate in the conference call, please call (09) 6937 9543 in Finland or +44 (0)20 3427 1910 outside Finland a few minutes before the conference begins. The access code is 3163135.

The conference call can also be listened to live on the Internet. The link to the English-language presentation (an audio webcast) including slides is available on the company website at www.ahlstrom.com. Questions may also be submitted in writing via the Internet. Listening to the conference call requires registration.

An on-demand webcast including slides is available for viewing and listening on the company website for one year after the conference call.

Presentation material will be available on April 29, 2014, after the Interim Report is published, at www.ahlstrom.com > Investors > Reports and presentations > 2014. Material in Finnish will be available at www.ahlstrom.fi > Sijoittajat > Katsaukset ja presentaatiot > 2014.

Financial information in 2014

Report	Date of publication	Silent period
Interim report January-June	Wednesday, August 6	July 1 – August 6
Interim report January-September	Friday, October 24	October 1-24

During the silent period, Ahlstrom will not communicate with capital market representatives.

Ahlstrom in brief

Ahlstrom is a high performance fiber-based materials company, partnering with leading businesses around the world to help them stay ahead. We aim to grow with a product offering for clean and healthy environment. Our materials are used in everyday applications such as filters, medical fabrics, life science and diagnostics, wallcoverings and food packaging. In 2013, Ahlstrom's net sales from the continuing operations amounted to EUR 1 billion. Our 3.500 employees serve customers in 24 countries. Ahlstrom's share is quoted on the NASDAQ OMX Helsinki. More information available at www.ahlstrom.com.

Appendix: Consolidated financial statement

Appendix: Consolidated financial statement

Financial statements are unaudited.

INCOME STATEMENT	Q1	Q1	Q1-Q4
EUR million	2014	2013	2013
Continuing operations			
Net sales	249.2	255.3	1 014.8
Cost of goods sold	-208.0	-216.1	-870.8
Gross profit	41.2	39.2	144.0
Sales and marketing expenses	-11.4	-10.0	-42.2
R&D expenses	-4.4	-4.7	-19.3
Administrative expenses	-21.9	-19.6	-74.7
Other operating income	1.2	3.8	8.9
Other operating expense	-0.3	-0.3	-5.9
Operating profit / loss	4.4	8.3	10.7
Net financial expenses	0.0	-5.2	-20.4
Share of profit / loss of equity accounted investments	0.8	0.4	-5.7
Profit / loss before taxes	5.2	3.6	-15.4
Income taxes	-2.1	-1.7	-3.5
Profit / loss for the period from continuing operations	3.1	1.9	-18.9
Discontinued operations			
Profit/loss for the period	-3.5	6.1	118.2
Impairment loss recognized on the measurement to fair value and cost to sell	2.2	-0.1	-42.3
Profit / loss for the period from discontinued operations	-1.2	6.0	75.9
Profit/loss for the period	1.9	7.9	57.0
Attributable to			
Owners of the parent	2.7	8.9	61.0
Non-controlling interest	-0.9	-1.0	-3.9
Continuing operations			
Earnings per share, EUR			
- Basic and diluted *	0.05	0.03	-0.46
Including discontinued operations			
Earnings per share, EUR			
- Basic and diluted *	0.03	0.16	1.17

* With the effect of interest on hybrid bond for the period, net of tax

STATEMENT OF COMPREHENSIVE INCOME	Q1	Q1	Q1-Q4
EUR million	2014	2013	2013
Profit / loss for the period	1.9	7.9	57.0
Other comprehensive income, net of tax			
Items that will not be reclassified to profit or loss			
Remeasurements of defined benefit plans	0.1	3.5	3.5
Total	0.1	3.5	3.5
Items that may be reclassified subsequently to profit or loss			
Translation differences	-2.0	10.2	-34.0
Share of other comprehensive income of equity accounted investments	-0.1	-0.2	-0.5
Hedges of net investments in foreign operations	-	-	-
Cash flow hedges	-0.0	0.0	-0.1
Total	-2.2	10.0	-34.7
Other comprehensive income, net of tax	-2.2	13.5	-31.1
Total comprehensive income for the period	-0.3	21.4	25.9
Attributable to			
Owners of the parent	0.6	22.4	30.1
Non-controlling interest	-0.9	-1.0	-4.2

BALANCE SHEET	Mar 31,	Mar 31,	Dec 31,
EUR million	2014	2013	2013
ASSETS			
Non-current assets			
Property, plant and equipment	364.9	377.0	370.8
Goodwill	66.5	70.8	66.8
Other intangible assets	24.0	28.5	24.1
Equity accounted investments	37.0	30.0	36.3
Other investments	46.4	0.3	53.3
Other receivables	8.5	11.9	8.6
Deferred tax assets	72.6	74.6	73.4
Total non-current assets	619.9	593.1	633.4
Current assets			
Inventories	111.1	121.1	106.6
Trade and other receivables	194.5	179.5	173.0
Income tax receivables	0.6	0.7	0.6
Other investments	-	-	-
Cash and cash equivalents	62.3	50.2	38.2
Total current assets	368.4	351.6	318.4
Assets classified as held for sale and distribution to owners	4.0	473.9	18.9
Total assets	992.3	1 418.5	970.6
EQUITY AND LIABILITIES			
Equity attributable to owners of the parent	211.5	379.3	232.4
Hybrid bond	100.0	80.0	100.0
Non-controlling interest	9.2	12.6	9.0
Total equity	320.7	471.9	341.4
Non-current liabilities			
Interest-bearing loans and borrowings	177.0	193.9	182.3
Employee benefit obligations	76.0	77.2	76.1
Provisions	1.4	2.2	1.4
Other liabilities	0.5	6.8	0.5
Deferred tax liabilities	4.9	24.6	4.0
Total non-current liabilities	259.7	304.7	264.3
Current liabilities			
Interest-bearing loans and borrowings	166.5	196.7	148.2
Trade and other payables	226.5	232.7	200.2
Income tax liabilities	5.9	3.7	3.9
Provisions	8.6	7.5	6.9
Total current liabilities	407.5	440.6	359.1
Total liabilities	667.2	745.3	623.4
Liabilities directly associated with assets classified as held for sale and distribution to owners	4.4	201.4	5.9
Total equity and liabilities	992.3	1,418.5	970.6

STATEMENT OF CHANGES IN EQUITY

- 1) Issued capital
- 2) Share premium
- 3) Non-restricted equity reserve
- 4) Hedging reserve
- 5) Translation reserve
- 6) Own shares
- 7) Retained earnings
- 8) Total attributable to owners of the parent**
- 9) Non-controlling interest
- 10) Hybrid bond
- 11) Total equity**

EUR million	1)	2)	3)	4)	5)	6)	7)	8)	9)	10)	11)
Equity at December 31, 2012	70.0	209.3	8.3	0.0	-7.6	-7.4	178.1	450.6	13.3	80.0	543.9
Changes in accounting principles (IAS19)	-	-	-	-	0.2	-	-59.0	-58.8	-	-	-58.8
Equity at January 1, 2013	70.0	209.3	8.3	0.0	-7.4	-7.4	119.0	391.8	13.3	80.0	485.1
Profit / loss for the period	-	-	-	-	-	-	8.9	8.9	-1.0	-	7.9
Other comprehensive income, net of tax											
Remeasurements of defined benefit plans	-	-	-	-	-	-	3.5	3.5	-	-	3.5
Translation differences	-	-	-	-	10.2	-	-	10.2	0.4	-	10.6
Share of other comprehensive income of equity accounted investments	-	-	-	-0.2	-	-	-	-0.2	-	-	-0.2
Hedges of net investments in foreign operations	-	-	-	-	-	-	-	-	-	-	-
Cash flow hedges	-	-	-	0.0	-	-	-	0.0	-	-	0.0
Dividends paid and other	-	-	-	-	-	-	-29.3	-29.3	-	-	-29.3
Hybrid bond	-	-	-	-	-	-	-	-	-	-	-
Interest on hybrid bond	-	-	-	-	-	-	-5.7	-5.7	-	-	-5.7
Purchases of own shares	-	-	-	-	-	-	-	-	-	-	-
Share ownership plan for EMT	-	-	-	-	-	-	-	-	-	-	-
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-
Share-based incentive plan	-	-	-	-	-	-	0.0	0.0	-	-	0.0
Equity at March 31, 2013	70.0	209.3	8.3	-0.2	2.8	-7.4	96.4	379.2	12.6	80.0	471.9

Equity at January 1, 2014	70.0	-	61.1	-0.1	-32.5	-7.4	141.2	232.4	9.0	100.0	341.4
Profit / loss for the period	-	-	-	-	-	-	2.7	2.7	-0.9	-	1.9
Other comprehensive income, net of tax											
Remeasurements of defined benefit plans	-	-	-	-	-	-	0.1	0.1	-	-	0.1
Translation differences	-	-	-	-	-2.0	-	-	-2.0	-0.1	-	-2.0
Share of other comprehensive income of equity accounted investments	-	-	-	-	-0.1	-	-	-0.1	-	-	-0.1
Hedges of net investments in foreign operations	-	-	-	-	-	-	-	-	-	-	-
Cash flow hedges	-	-	-	-0.0	-	-	-	-0.0	-	-	-0.0
Dividends paid and other	-	-	-	-	-	-	-15.2	-15.2	-	-	-15.2
Hybrid bond	-	-	-	-	-	-	-	-	-	-	-
Interest on hybrid bond	-	-	-	-	-	-	-6.3	-6.3	-	-	-6.3
Purchases of own shares			-	-	-	-	-	-	-	-	-
Share ownership plan for EMT			-	-	-	-	-	-	-	-	-
Change in non-controlling interests	-	-	-	-	-	-	-	-	1.2	-	1.2
Share-based incentive plan	-	-	-	-	-	-	-	-	-	-	-
Equity at March 31, 2014	70.0	-	61.1	-0.1	-34.6	-7.4	122.5	211.5	9.2	100.0	320.7

STATEMENT OF CASH FLOWS - including discontinued operations	Q1	Q1	Q1-Q4
EUR million	2014	2013	2013
Cash flow from operating activities			
Profit / loss for the period	1.9	7.9	57.0
Adjustments, total	14.0	18.0	9.1
Changes in net working capital	-18.1	-40.6	-2.3
Change in provisions	1.6	-0.5	-1.9
Financial items	-4.8	-4.9	-16.9
Income taxes paid / received	-0.7	-1.2	-4.1
Net cash from operating activities	-6.1	-21.4	41.0
Cash flow from investing activities			
Acquisition of Group companies	-	-	-1.5
Purchases of intangible and tangible assets	-18.7	-24.2	-87.0
Other investing activities	33.0	2.6	-70.0
Net cash from investing activities	14.3	-21.6	-158.4
Cash flow from financing activities			
Dividends paid and other	-	-	-29.1
Repurchase of own shares	-	-	-
Investment to Ahlstrom Corporation shares related to share ownership plan for EMT	-	-	-
Payments received on hybrid bond	-	-	99.2
Repurchase of hybrid bond	-	-	-80.1
Interest on hybrid bond	-	-	-7.4
Effect of partial demerger	-	-	139.4
Changes in loans and other financing activities	15.1	29.8	-17.6
Net cash from financing activities	15.1	29.8	104.3
Net change in cash and cash equivalents	23.3	-13.2	-13.1
Cash and cash equivalents at the beginning of the period	38.7	55.5	55.5
Foreign exchange adjustment	0.3	0.8	-3.7
Cash and cash equivalents at the end of the period	62.3	43.1	38.7

KEY FIGURES	Q1 2014	Q1 2013	Q1-Q4 2013
Continuing operations			
Personnel costs	-55.4	-54.9	-219.2
Depreciation and amortization	-11.7	-12.9	-51.3
Impairment charges	-	-	-2.6
Operating profit, %	1.8	3.3	1.1
Return on capital employed (ROCE), %	3.4	5.1	0.9
Basic earnings per share *, EUR	0.05	0.03	-0.46
Capital expenditure, EUR million	9.0	11.5	76.1
Number of employees, average	3,513	3,803	3,744
Including discontinued operations			
Personnel costs	-55.5	-76.0	-268.2
Depreciation and amortization	-11.7	-13.0	-51.3
Impairment charges	2.5	-	-59.0
Operating profit, %	3.0	4.9	-2.5
Return on capital employed (ROCE), %	5.3	8.8	-4.3
Return on equity (ROE), %	2.2	6.6	13.8
Interest-bearing net liabilities, EUR million	281.3	348.9	291.7
Equity ratio, %	32.4	33.6	35.2
Gearing ratio, %	87.7	73.9	85.5
Basic earnings per share *, EUR	0.03	0.16	1.17
Equity per share, EUR	4.59	8.23	5.04
Average number of outstanding shares during the period, 1000's	46,105	46,105	46,105
Number of outstanding shares at the end of the period, 1000's	46,105	46,105	46,105
Capital expenditure, EUR million	12.8	14.7	84.8
Capital employed at the end of the period, EUR million	664.3	863.9	671.8
Number of employees, average	3,526	5,119	4,490

* With the effect of interest on hybrid bond for the period, net of tax

ACCOUNTING PRINCIPLES

This interim report has been prepared in accordance with IAS 34, Interim Financial reporting, as adopted by EU and the accounting principles set out in the Group's Financial Statements for 2013 except for the changes below.

Changes in accounting principles

Ahlstrom made changes to its financial segment reporting as of January 1, 2014 as the former Food and Medical business area was divided into two separate segments: Food business area and Medical business area. Ahlstrom restated the segment information based on new business area structure in stock exchange release on 1.4.2014.

The Group has adopted the following new or amended standards and interpretations as of January 1, 2014:

- IFRS 11 Joint Arrangements (new).

The standard covers the accounting requirements for jointly-controlled entities including joint ventures. It has no effect on the consolidated financial statements of the group.

- IFRS 12 Disclosure of Interests in Other Entities (new).

The new standard increases the disclosures of interests in other entities presented in the consolidated financial statements of the group.

- IAS 28 Investments in Associates and Joint Ventures (revised 2011).

As a consequence of the new IFRS 11 the standard has been revised and describes the application of the equity method to investments in joint ventures in addition to associates. It has no effect on the consolidated financial statements of the group.

- IAS 36 Recoverable Amount Disclosures for Non-Financial Assets (amendment).

The amendment clarifies the disclosure requirements concerning cash generating units for which impairment loss has been recognized or reversed. It has no significant effect on the consolidated financial statements of the group.

DISPOSALS OF BUSINESSES IN 2014

Ahlstrom completed on February 10 2014 the sale of the shares of Ahlstrom Fabricação de Não-Tecidos Ltda to Suominen Corporation. The company operates the Brazilian plant of Ahlstrom's former Home and Personal business area. The enterprise value of the transaction was EUR 17.5 million. The transaction was announced on January 10, 2014.

Ahlstrom sold January 9, 2014 2,314,000 shares in Munksjö Oyj for approximately EUR 11.8 million. Ahlstrom's holding in Munksjö was included in other investments in the balance sheet and is valued at fair value. Ahlstrom booked a capital loss of EUR 0.7 million from the transaction in its Q1/2014 financial accounts. Based on a price risk sharing agreement between Ahlstrom and EQT Ahlstrom recorded in the 2013 financial accounts an income of EUR 3.8 million and recorded a further income of 0.4 million in its Q1/2014 financial accounts. In total, the impact on Ahlstrom's equity was negative EUR 0.4 million.

SEGMENT INFORMATION	Q1	Q1	Q1-Q4
EUR million	2014	2013	2013
Advanced Filtration	24.5	24.3	97.9
Building and Energy	68.8	73.4	275.7
Food	59.0	60.1	243.7
Medical	30.1	36.5	142.9
Transportation Filtration	77.9	74.6	306.8
Trading and New Business	19.3	10.4	61.3
Other operations	18.2	21.6	78.7
Internal sales	-48.7	-45.6	-192.2
Total net sales	249.2	255.3	1,014.8
Advanced Filtration	2.5	2.6	9.8
Building and Energy	9.7	2.2	26.5
Food	5.4	5.8	22.1
Medical	12.4	12.6	50.0
Transportation Filtration	5.4	5.2	22.9
Trading and New Business	2.2	2.7	10.0
Other operations	11.1	14.6	50.8
Total internal sales	48.7	45.6	192.2
Advanced Filtration	3.7	3.2	12.8
Building and Energy	1.5	2.5	1.3
Food	2.3	0.0	2.1
Medical	-1.9	0.0	-3.1
Transportation Filtration	5.0	4.1	14.1
Trading and New Business	-1.1	-0.8	-3.1
Other operations	-5.1	-0.6	-13.3
Eliminations	0.1	0.0	-0.0
Operating profit / loss	4.4	8.3	10.7
Return on capital employed (RONA), %			
Advanced Filtration	32.4	25.8	27.3
Building and Energy	6.4	11.6	1.5
Food	10.4	0.1	2.2
Medical	-10.8	0.0	-3.8
Transportation Filtration	13.4	10.8	9.7
Trading and New Business	-14.5	-12.7	-11.4
Group (ROCE), %	3.4	5.1	0.9

Advanced Filtration	46.3	49.6	45.0
Building and Energy	94.3	89.7	89.3
Food	90.7	99.4	88.2
Medical	70.6	91.9	73.0
Transportation Filtration	149.8	160.6	145.3
Trading and New Business	33.1	26.3	27.5
Other operations	-27.4	-54.7	-3.0
Eliminations	-0.1	-0.2	-0.2
Total net assets, end of period	457.3	462.6	465.0
Advanced Filtration	0.2	0.3	1.9
Building and Energy	4.5	5.3	44.8
Food	0.3	0.2	3.6
Medical	0.2	0.2	1.4
Transportation Filtration	2.3	4.7	19.2
Trading and New Business	0.1	0.0	0.6
Other operations	1.3	0.8	4.5
Total capital expenditure	9.0	11.5	76.1
Advanced Filtration	-0.7	-0.8	-3.0
Building and Energy	-2.4	-3.1	-11.8
Food	-2.1	-2.3	-9.6
Medical	-2.2	-2.4	-9.2
Transportation Filtration	-3.5	-3.4	-14.0
Trading and New Business	-0.3	-0.3	-1.2
Other operations	-0.6	-0.7	-2.6
Total depreciation and amortization	-11.7	-12.9	-51.3
Advanced Filtration	-	-	-
Building and Energy	-	-	-1.2
Food	-	-	-1.2
Medical	-	-	-
Transportation Filtration	-	-	-
Trading and New Business	-	-	-
Other operations	-	-	-0.2
Total impairment charges	-	-	-2.6
Advanced Filtration	-	-	-
Building and Energy	0.2	-	-1.4
Food	-	-0.8	-2.1
Medical	-0.1	-	-
Transportation Filtration	-	-	-0.2
Trading and New Business	-	-	-
Other operations	-2.9	2.7	1.1
Total non-recurring items	-2.8	1.9	-2.7

SEGMENT INFORMATION	Q1	Q1	Q1-Q4
Thousands of tons	2014	2013	2013
Advanced Filtration	4.0	4.0	16.1
Building and Energy	35.6	39.2	145.5
Food	22.3	22.1	91.3
Medical	9.2	10.0	40.0
Transportation Filtration	27.7	26.7	110.1
Trading and New Business	12.5	3.5	34.9
Other operations	1.9	1.6	7.1
Eliminations	-17.6	-9.9	-60.1
Total sales tons	95.6	97.3	384.9

Segment information is presented according to the IFRS standards.

NET SALES BY REGION - including discontinued operations	Q1	Q1	Q1-Q4
EUR million	2014	2013	2013
Europe	125.0	226.8	675.9
North America	65.1	73.4	293.8
South America	15.6	46.9	174.1
Asia-Pacific	38.7	45.5	168.9
Rest of the world	6.1	7.2	23.3
Total net sales	250.5	399.8	1,336.1

CHANGES OF PROPERTY, PLANT AND EQUIPMENT - including discontinued operations	Q1-Q1	Q1-Q1	Q1-Q4
EUR million	2014	2013	2013
Book value at Jan 1	379.0	564.4	564.4
Acquisitions through business combinations	-	-	-
Additions	12.0	14.8	82.6
Disposals	-11.3	-0.1	-14.6
Effect of partial demerger			-163.7
Depreciations and impairment charges	-8.5	-12.0	-70.6
Translation differences and other changes	-2.5	8.0	-19.1
Book value at the end of the period	368.7	575.2	379.0

TRANSACTIONS WITH RELATED PARTIES - including discontinued operations	Q1-Q1	Q1-Q1	Q1-Q4
EUR million	2014	2013	2013

Transactions with associated companies

Sales and interest income	10.3	9.2	35.5
Purchases of goods and services	-3.4	-5.2	-20.8
Trade and other receivables	8.9	14.9	5.7
Trade and other payables	1.2	1.5	1.5

Market prices have been used in transactions with associated companies.

OPERATING LEASES - including discontinued operations	Mar 31,	Mar 31,	Dec 31,
EUR million	2014	2013	2013
Current portion	6.0	6.8	5.8
Non-current portion	23.7	23.6	22.4
Total	29.7	30.5	28.2

COLLATERALS AND COMMITMENTS - including discontinued operations	Mar 31,	Mar 31,	Dec 31,
EUR million	2014	2013	2013
Mortgages	73.2	73.2	73.2
Pledges	0.7	0.9	0.8
Commitments			
Guarantees given on behalf of group companies	58.5	8.9	22.4
Guarantees given on behalf of associated companies	-	15.0	-
Capital expenditure commitments	1.4	30.8	7.4
Other commitments	4.6	1.6	4.6

QUARTERLY DATA	Q1	Q4	Q3	Q2	Q1
EUR million	2014	2013	2013	2013	2013
Continuing operations					
Net sales	249.2	243.4	251.1	265.0	255.3
Cost of goods sold	-208.0	-214.3	-218.1	-222.3	-216.1
Gross profit	41.2	29.1	33.0	42.7	39.2
Sales and marketing expenses	-11.4	-11.6	-9.5	-11.1	-10.0
R&D expenses	-4.4	-5.2	-4.3	-5.1	-4.7
Administrative expenses	-21.9	-16.9	-17.6	-20.5	-19.6
Other operating income	1.2	3.2	0.7	1.2	3.8
Other operating expense	-0.3	-4.1	-0.8	-0.8	-0.3
Operating profit / loss	4.4	-5.5	1.5	6.4	8.3
Net financial expenses	0.0	-5.0	-5.4	-4.9	-5.2
Share of profit / loss of equity accounted investments	0.8	-0.6	-0.6	-5.0	0.4
Profit / loss before taxes	5.2	-11.1	-4.4	-3.5	3.6
Income taxes	-2.1	-1.1	0.7	-1.4	-1.7
Profit / loss for the period from continuing operations	3.1	-12.2	-3.7	-4.9	1.9
Discontinued operations					
Profit/loss for the period	-3.5	18.6	-4.1	97.7	6.1
Impairment loss recognized on the remeasurement to fair value and cost to sell	2.2	2.0	-13.2	-30.9	-0.1
Profit / loss for the period from discontinued operations	-1.2	20.6	-17.3	66.7	6.0
Profit/loss for the period	1.9	8.4	-21.0	61.8	7.9
Attributable to					
Owners of the parent	2.7	9.3	-19.9	62.7	8.9
Non-controlling interest	-0.9	-1.0	-1.1	-0.9	-1.0

QUARTERLY DATA BY SEGMENT	Q1	Q4	Q3	Q2	Q1
EUR million	2014	2013	2013	2013	2013
Net sales					
Advanced Filtration	24.5	23.2	24.2	26.2	24.3
Building and Energy	68.8	63.8	67.5	71.0	73.4
Food	59.0	61.8	58.1	63.7	60.1
Medical	30.1	33.3	34.6	38.5	36.5
Transportation Filtration	77.9	73.4	77.7	81.0	74.6
Trading and New Business	19.3	17.5	18.6	14.7	10.4
Other operations and eliminations	-30.5	-29.7	-29.7	-30.2	-24.0
Group total	249.2	243.4	251.1	265.0	255.3
Operating profit / loss					
Advanced Filtration	3.7	2.6	3.3	3.7	3.2
Building and Energy	1.5	-2.3	-0.4	1.6	2.5
Food	2.3	0.6	0.3	1.2	0.0
Medical	-1.9	-1.8	-1.6	0.3	-0.0
Transportation Filtration	5.0	1.9	3.6	4.6	4.1
Trading and New Business	-1.1	-0.6	-1.0	-0.7	-0.8
Other operations and eliminations	-5.0	-5.9	-2.6	-4.2	-0.6
Group total	4.4	-5.5	1.5	6.4	8.3
Operating profit / loss excl. NRI					
Advanced Filtration	3.7	2.6	3.3	3.7	3.2
Building and Energy	1.3	-0.9	-0.4	1.6	2.5
Food	2.3	1.7	0.3	1.4	0.8
Medical	-1.8	-1.8	-1.6	0.3	-0.0
Transportation Filtration	5.0	2.1	3.6	4.6	4.1
Trading and New Business	-1.1	-0.6	-1.0	-0.7	-0.8
Other operations and eliminations	-2.1	-5.6	-2.6	-2.9	-3.3
Group total	7.2	-2.5	1.5	7.9	6.5
Sales tons, thousands of tons					
Advanced Filtration	4.0	3.9	3.9	4.3	4.0
Building and Energy	35.6	32.8	35.5	37.9	39.2
Food	22.3	24.3	21.3	23.5	22.1
Medical	9.2	10.0	9.4	10.6	10.0
Transportation Filtration	27.7	26.5	28.1	28.8	26.7
Trading and New Business	12.5	11.5	12.3	7.6	3.5
Other operations and eliminations	-15.7	-15.8	-16.1	-12.9	-8.2
Group total	95.6	93.3	94.4	99.9	97.3

KEY FIGURES QUARTERLY	Q1	Q4	Q3	Q2	Q1
EUR million	2014	2013	2013	2013	2013
Continuing operations					
Net sales	249.2	243.4	251.1	265.0	255.3
Operating profit / loss	4.4	-5.5	1.5	6.4	8.3
Profit / loss before taxes	5.2	-11.1	-4.4	-3.5	3.6
Profit / loss for the period	3.1	-12.2	-3.7	-4.9	1.9
Return on capital employed (ROCE), %	3.4	-3.5	0.7	1.0	5.1
Basic earnings per share *, EUR	0.05	-0.29	-0.09	-0.12	0.03
Including discontinued operations					
Net sales	250.5	277.4	292.5	366.4	399.8
Operating profit / loss	7.5	-12.1	-10.2	-30.0	19.4
Profit / loss before taxes	8.3	4.6	-20.5	56.6	13.0
Profit / loss for the period	1.9	8.4	-21.0	61.8	7.9
Gearing ratio, %	87.7	85.5	74.2	83.7	73.9
Return on capital employed (ROCE), %	5.3	-7.3	-5.8	-14.4	8.8
Basic earnings per share *, EUR	0.03	0.15	-0.46	1.31	0.16
Average number of outstanding shares during the period, 1000's	46,105	46,105	46,105	46,105	46,105

* With the effect of interest on hybrid bond for the period, net of tax

Calculation of key figures

Interest-bearing net liabilities	Interest-bearing loans and borrowings - Cash and cash equivalents - Other investments (current)	
Equity ratio, %	$\frac{\text{Total equity}}{\text{Total assets - Advances received}} \times 100$	
Gearing ratio, %	$\frac{\text{Interest-bearing net liabilities}}{\text{Total equity}} \times 100$	
Return on equity (ROE), %	$\frac{\text{Profit (loss) for the period}}{\text{Total equity (annual average)}} \times 100$	
Return on capital employed (ROCE), %	$\frac{\text{Profit (loss) before taxes + Financing expenses}}{\text{Total assets (annual average) - Non-interest bearing liabilities (annual average)}} \times 100$	
Return on capital employed (RONA), %	$\frac{\text{Operating profit/loss}}{\text{Working capital (annual average) + Property, plant and equipment and Intangible assets (annual average)}} \times 100$	
Basic earnings per share, EUR	$\frac{\text{Profit (loss) for the period - Non-controlling interest - Interest on hybrid bond for the period, net of tax}}{\text{Average number of shares during the period}}$	
Diluted earnings per share, EUR	$\frac{\text{Profit (loss) for the period - Non-controlling interest - Interest on hybrid bond for the period, net of tax}}{\text{Average diluted number of shares during the period}}$	
Equity per share, EUR	$\frac{\text{Equity attributable to owners of the parent}}{\text{Number of outstanding shares at the end of the period}}$	