



Interim Report Presentation Q3 2024

October 25, 2024



Ulf Larsson, CEO



Summary Q3 2024

Increased prices and higher delivery volumes

Higher harvesting of own forest, mitigated increasing wood raw material costs

EBITDA increased 42% vs Q3 2023

Sales increased 22% vs Q3 2023

- Price/mix +19%, volume +4%, currency -1%



SCA's performance Q3 2024

EBITDA (SEKm)

2,010

EBITDA margin

38.3%

EBIT margin

28.1%

Industrial ROCE ¹

12%

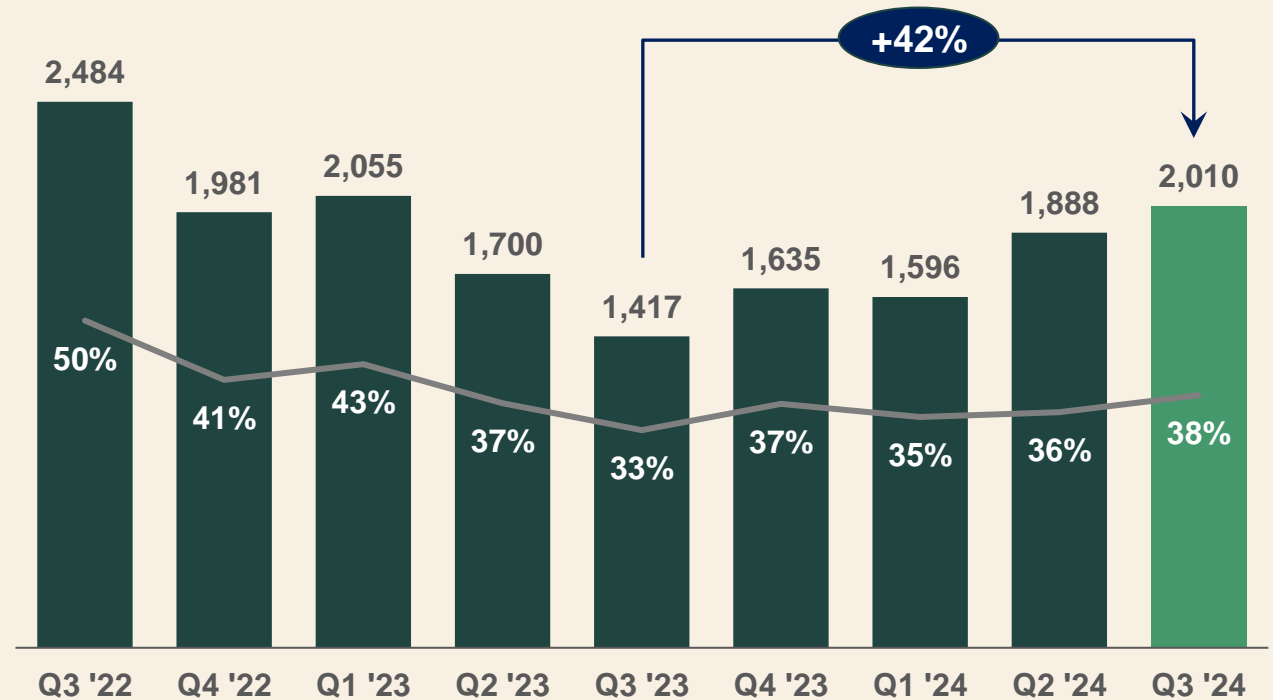
Net debt/EBITDA

1.6x

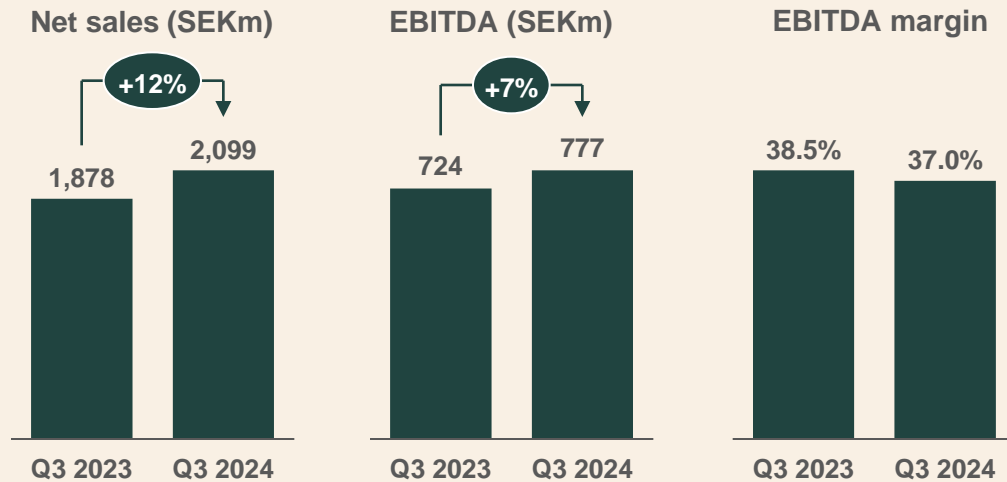
Net debt/Equity

11.1%

EBITDA (SEKm) and EBITDA margin



Forest Q3 2024 vs. Q3 2023



Stable wood supply to industries

Increased harvesting own forest

Continued price increase for wood raw material

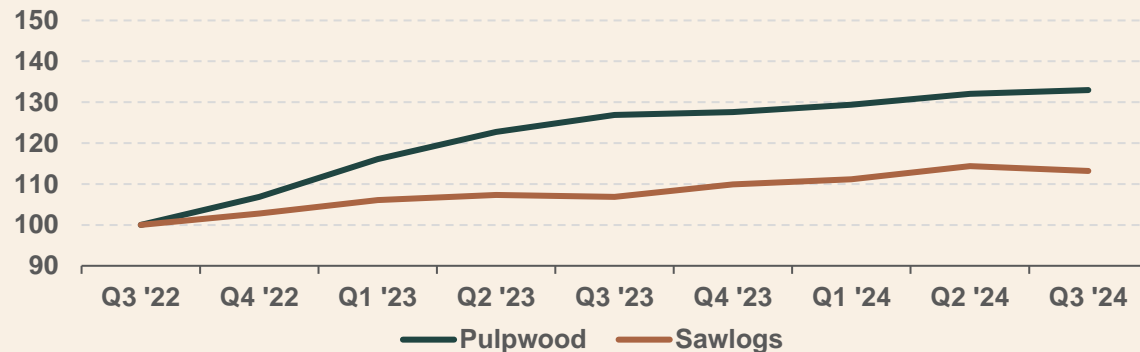
Sales up 12%

- + Higher prices
- + Higher delivery volumes

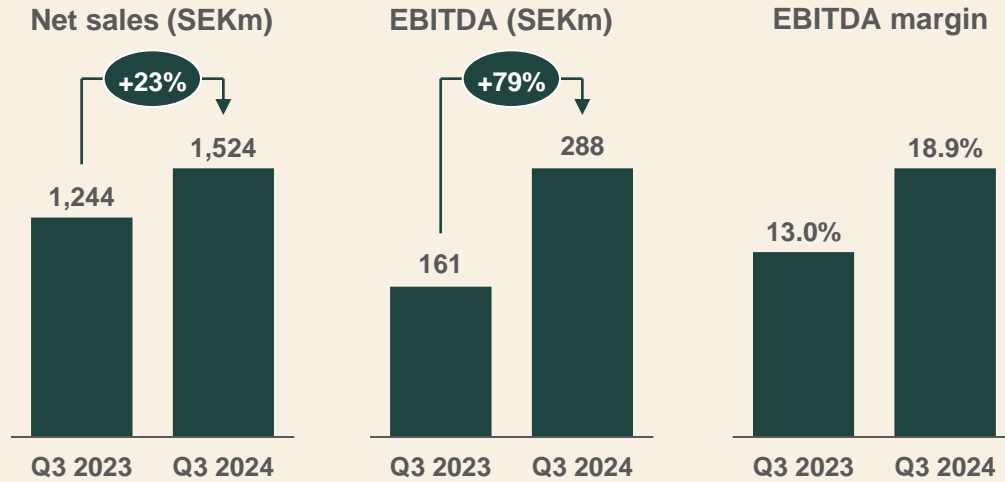
EBITDA up 7%

- + Higher prices
- + Higher harvesting own forest

Price development – Pulpwood and Sawlogs



Wood Q3 2024 vs. Q3 2023



Increasing costs for sawlogs

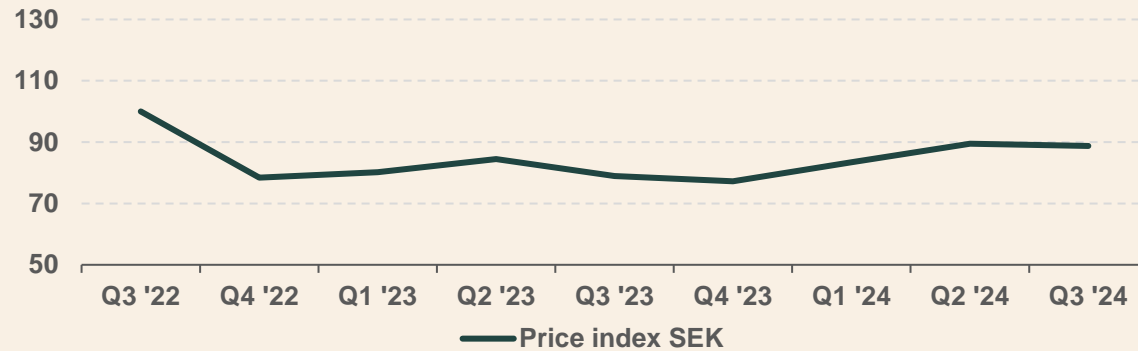
Sales up 23%

- + Higher volumes
- + Higher prices

EBITDA up 79%

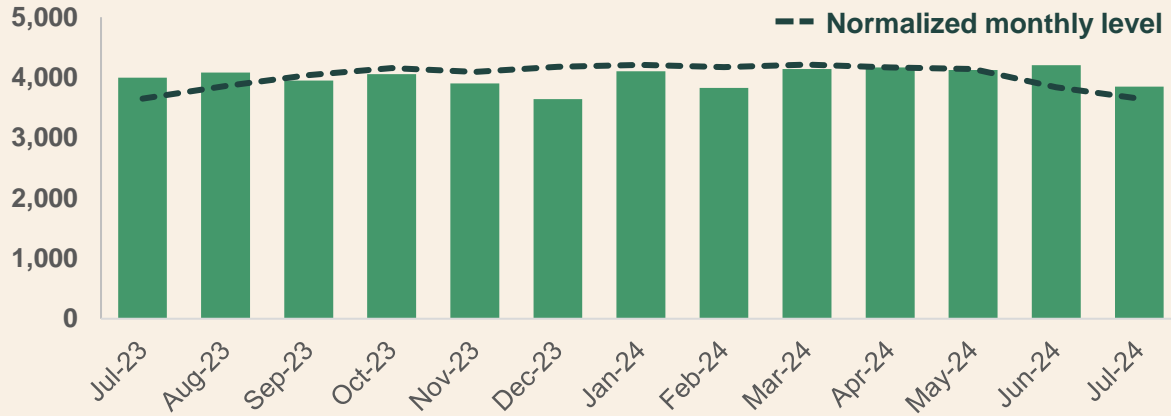
- + Higher prices
- + Higher volumes

Price development – Solid Wood Products

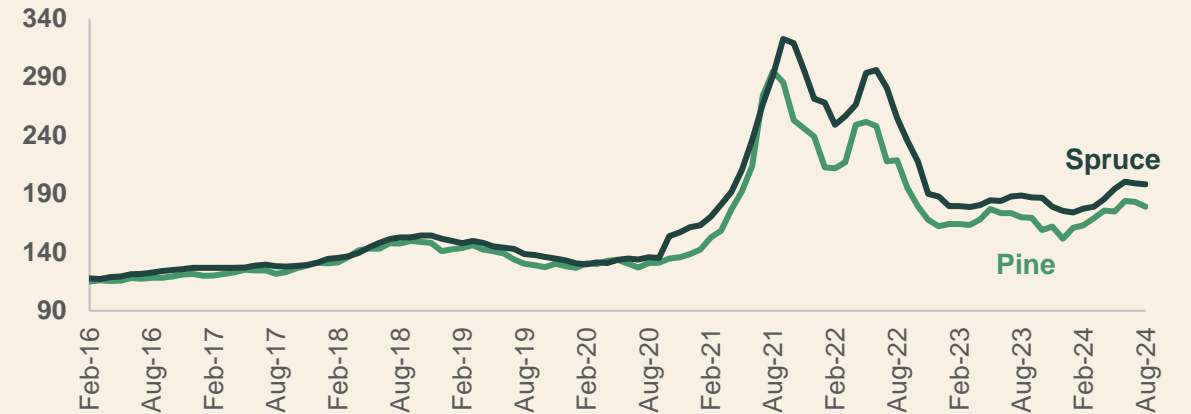


Wood market development

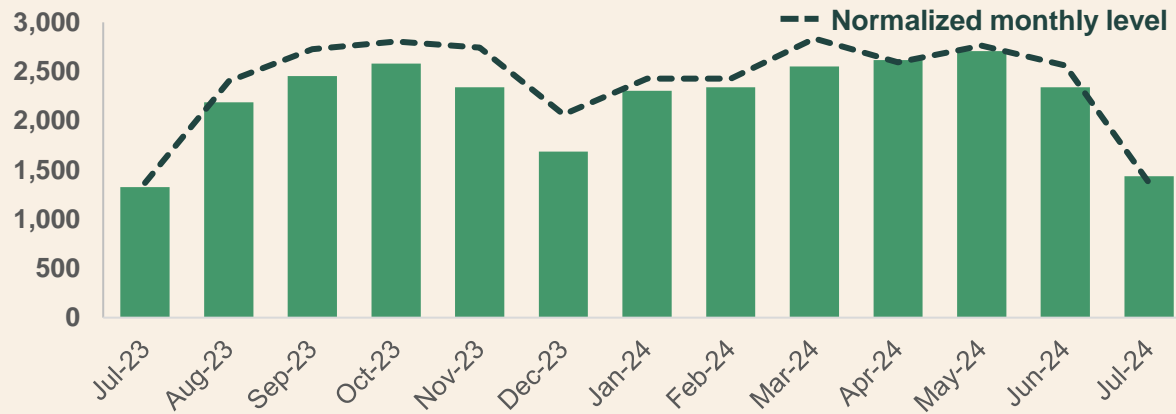
Stock of sawn pine and spruce wood, Sweden and Finland (k m³)



Price development sawn pine and spruce, Sweden (index)



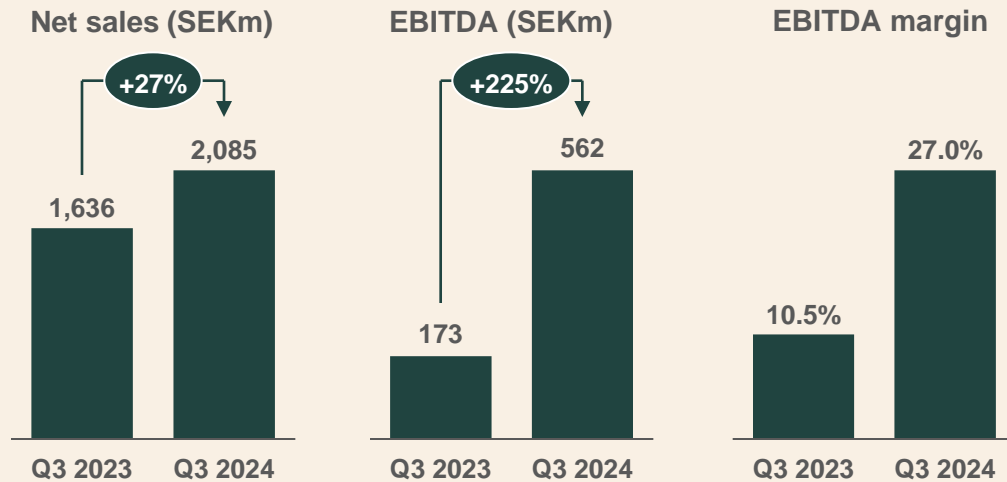
Production of sawn pine and spruce wood, Sweden and Finland (k m³)



- Minor price decrease in Q3, mainly due to mix effect
- Normal production levels in Sweden and Finland
- Normal stock levels

Note: Normalized monthly level 2016-2023.
Source: Skogsindustrierna.

Pulp Q3 2024 vs. Q3 2023



Sales up 27%

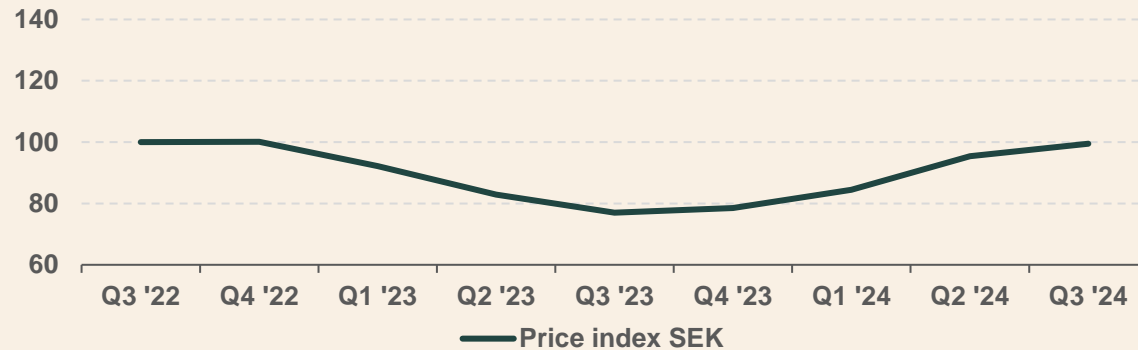
+ Higher prices

EBITDA up 225%

+ Higher prices

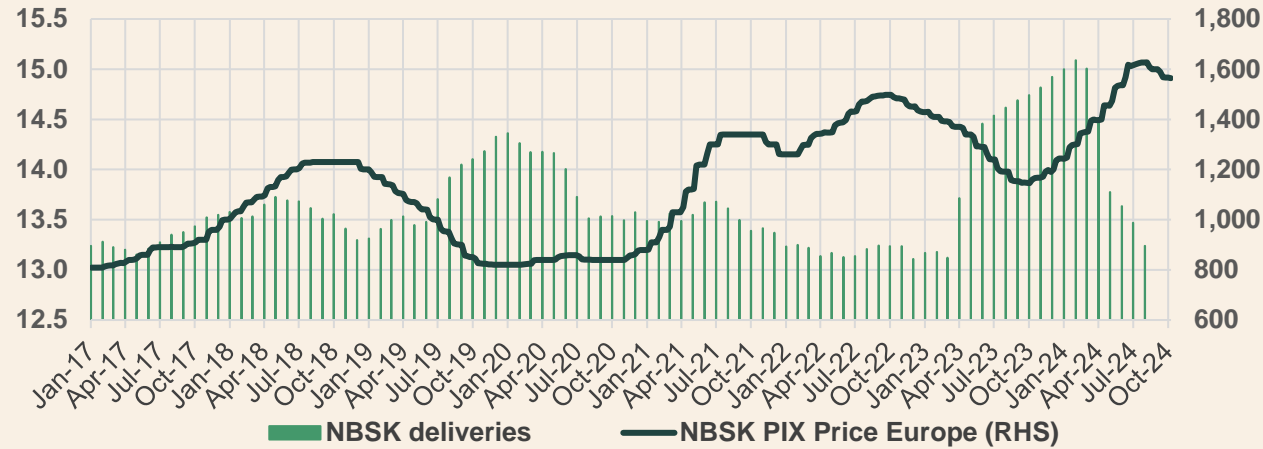
Planned maintenance stop in Östrand started at the end of quarter

Price development – NBSK

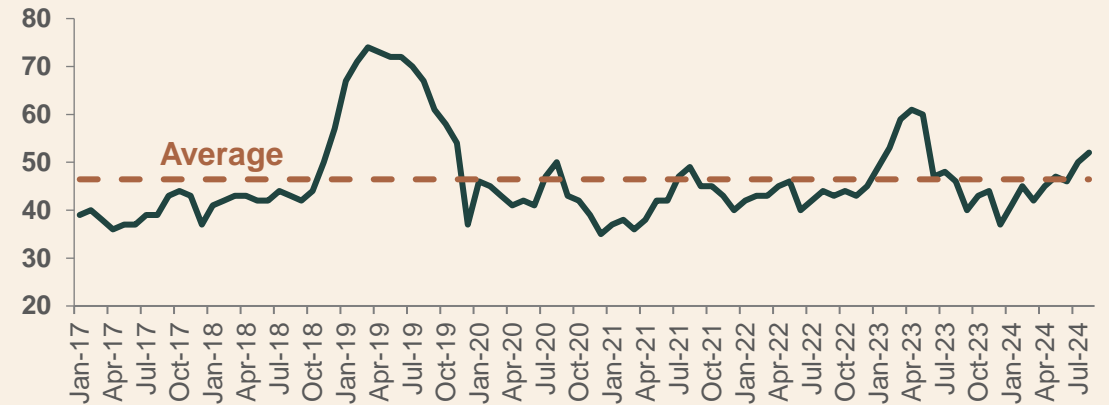


Pulp market development

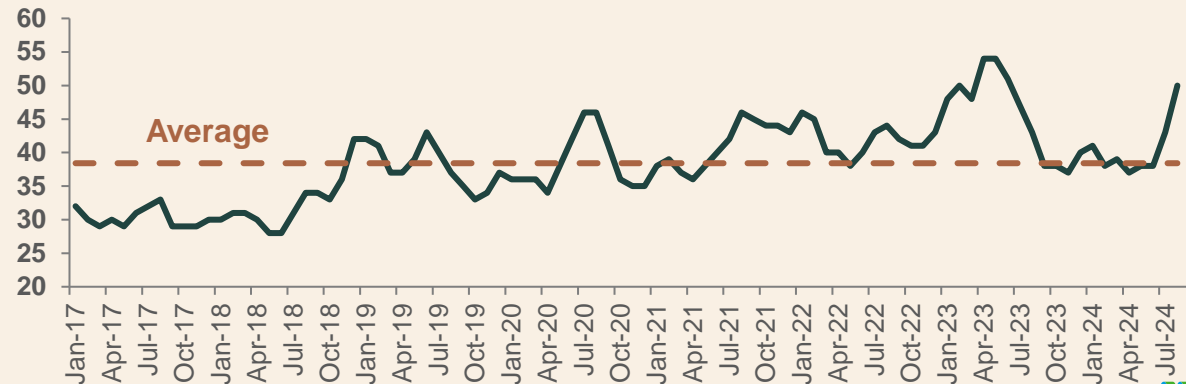
NBSK pulp price (USD/t) vs deliveries (Mt)



Hardwood pulp inventories (days of supply)

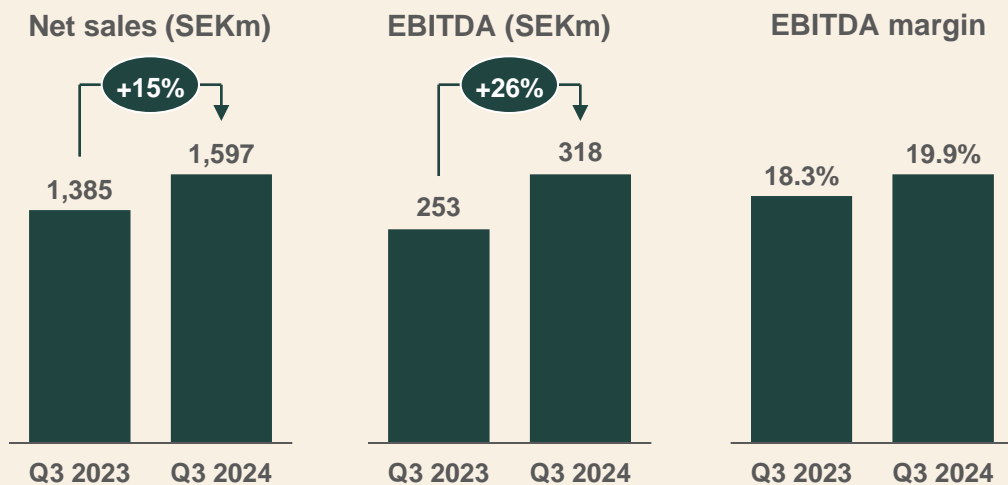


Softwood pulp inventories (days of supply)



- European prices peaked in July
- Increased price in China since August
- Reduced supply
- Increasing producer inventories

Containerboard Q3 2024 vs. Q3 2023



Sales up 15%

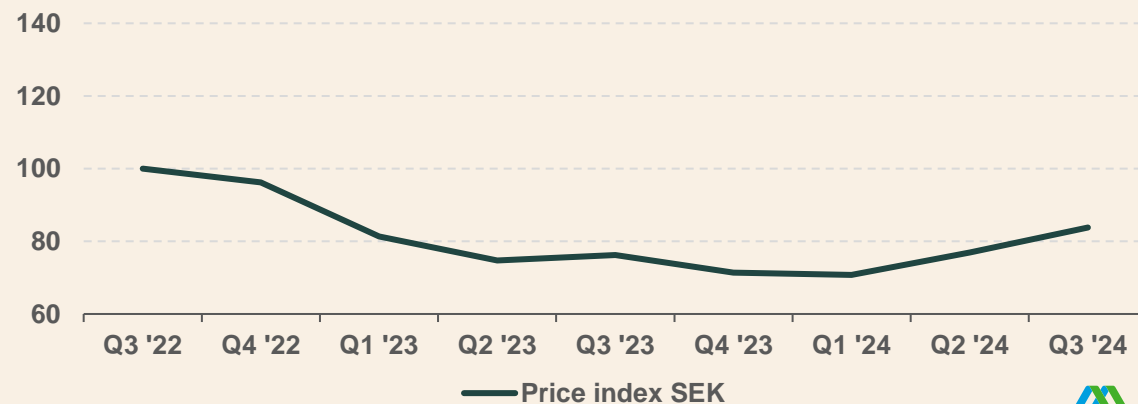
- + Higher prices
- + Higher volumes

EBITDA up 26%

- + Higher prices
- + Higher volumes
- Higher raw material costs

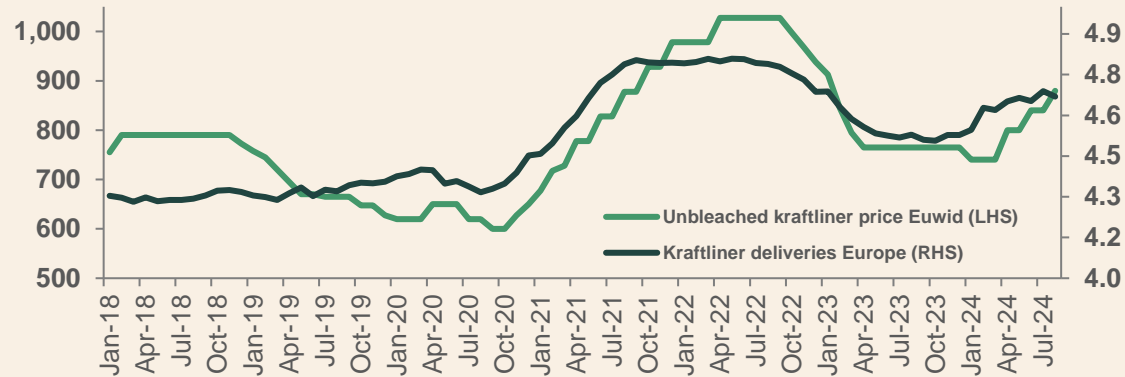
Planned maintenance stop in Munksund

Price development – Kraftliner



Containerboard market development

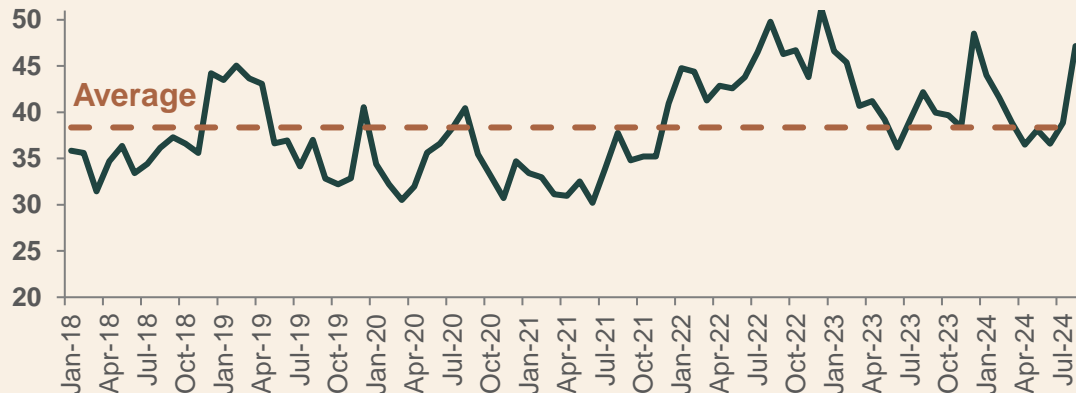
Price (EUR/t) vs Kraftliner deliveries (Mt)



European Box demand (index)

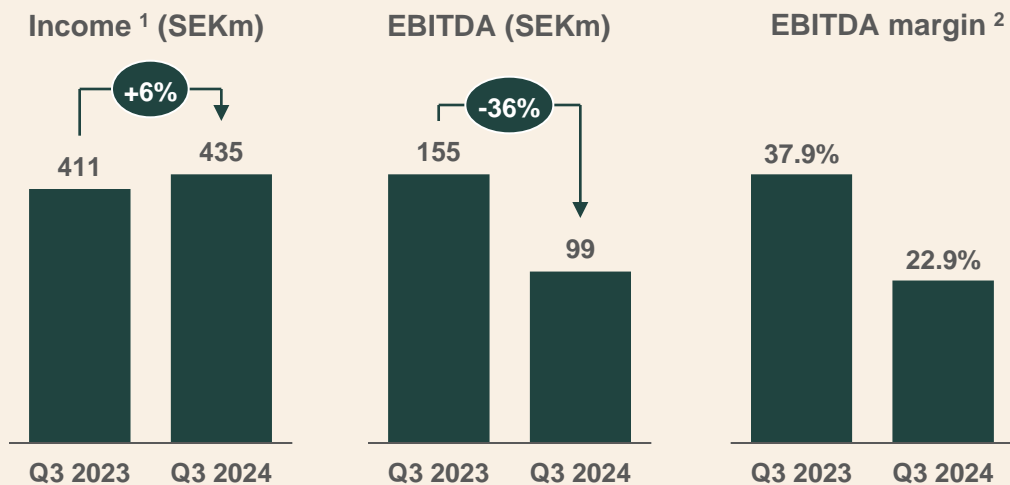


Kraftliner inventories (days of supply)



- Box demand in line with long term trend
- Containerboard prices increased during Q3
- Higher stock levels in August

Renewable energy Q3 2024 vs. Q3 2023



Continued weak market in Europe for liquid biofuels also affecting tall oil prices

Higher prices for solid biofuels offset by higher costs for sawdust

Lower electricity prices

Income up 6%

- + Higher prices solid biofuels
- + Higher volumes solid biofuels

EBITDA down 36%

- Higher raw material costs
- Lower prices tall oil

1. Income comprises net sales and other operating income.
2. EBITDA as share of income.

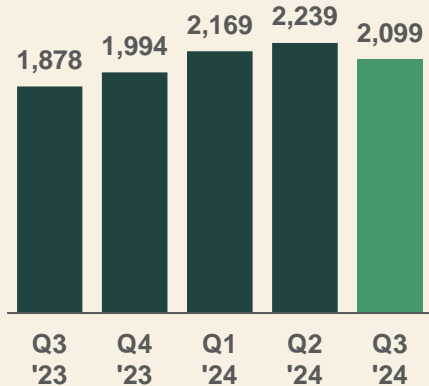
Andreas Ewertz, CFO

Income statement

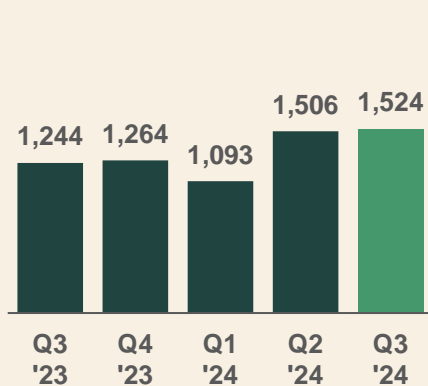
SEKm	Quarter		
	Q3 2024	Q3 2023	Change
Net sales	5,248	4,302	22%
EBITDA	2,010	1,417	42%
<i>EBITDA margin</i>	38.3%	32.9%	5.4 p.p.
Depreciation and impairment	-534	-504	6%
EBIT	1,476	913	62%
<i>EBIT margin</i>	28.1%	21.2%	6.9 p.p.
Financial items	-131	-111	
Profit before tax	1,345	802	68%
Tax	-275	-139	
Profit for the period	1,070	663	61%
Earnings per share, SEK	1.52	0.96	

Development per segment and quarter

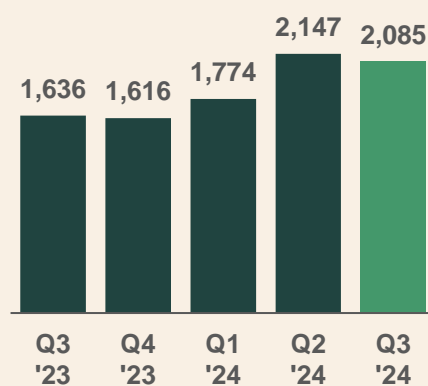
Forest
Net Sales (SEKm)



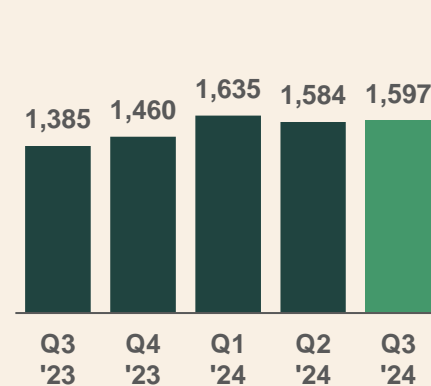
Wood



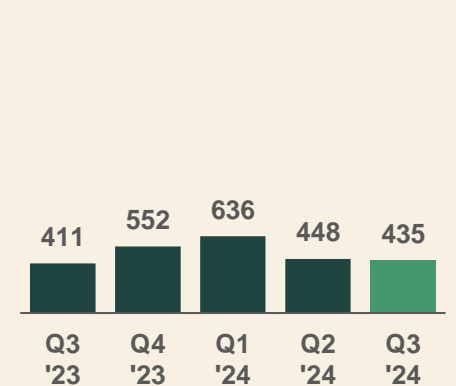
Pulp



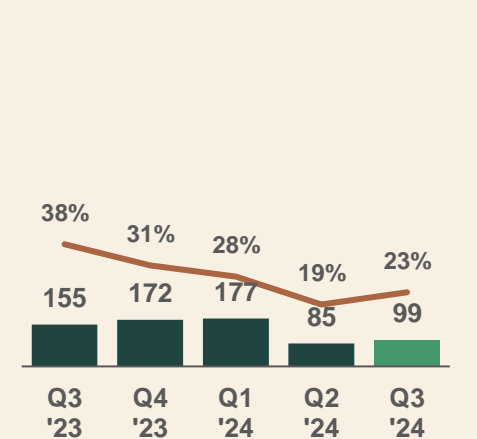
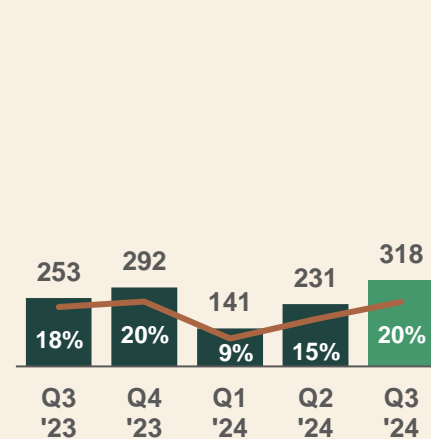
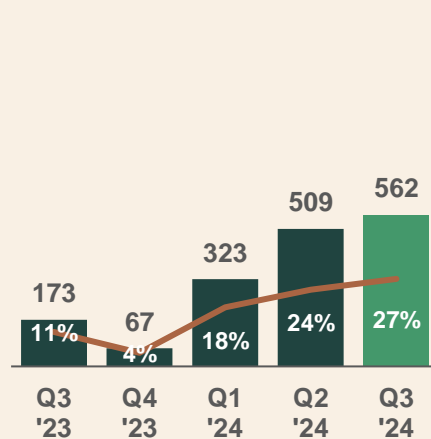
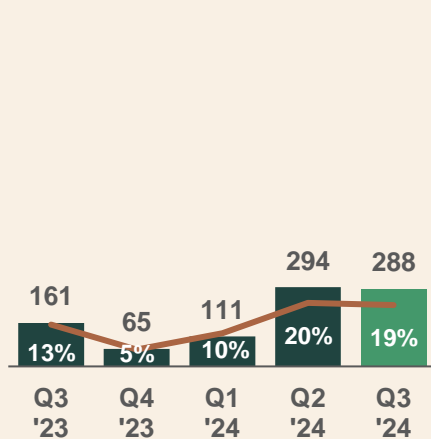
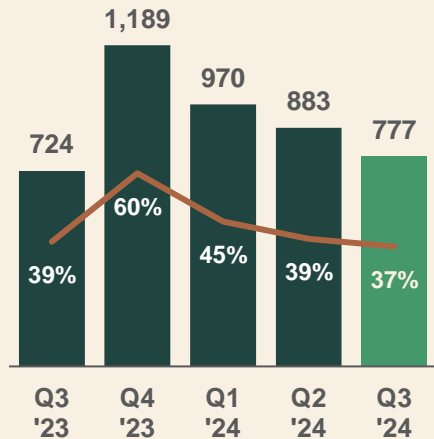
Containerboard



Renewable Energy

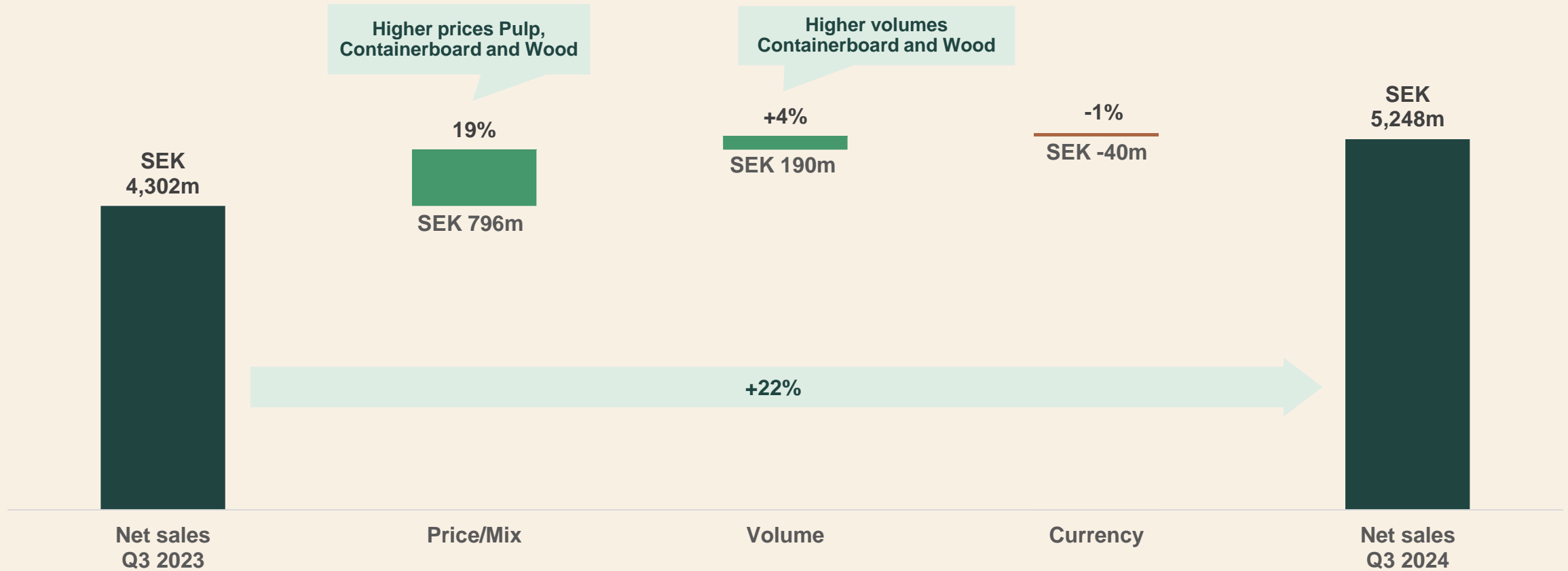


EBITDA (SEKm) and EBITDA margin

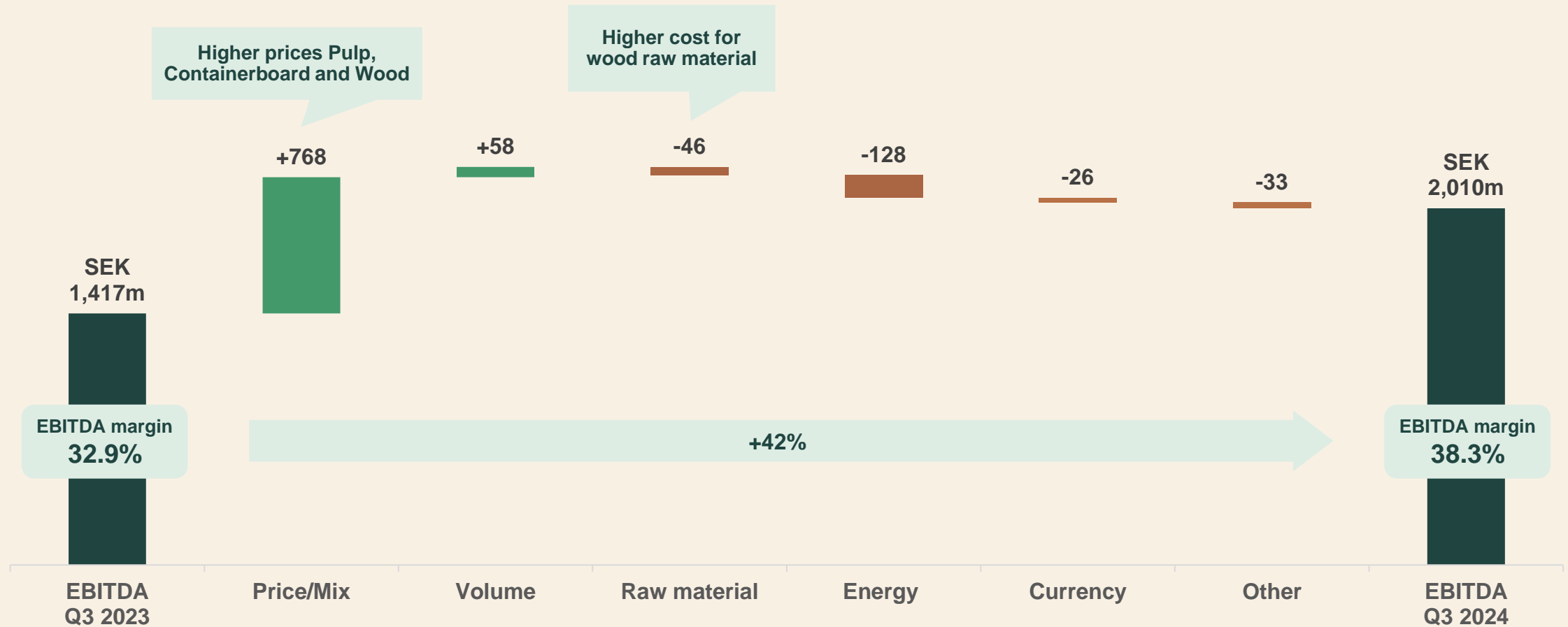


Note: Renewable Energy includes both net sales and other operating income.

Net sales Q3 2024 vs. Q3 2023



EBITDA Q3 2024 vs. Q3 2023



Cash flow

SEKm	Quarter		Jan - Sep	
	Q3 2024	Q3 2023	2024	2023
EBITDA	2,010	1,417	5,494	5,172
Revaluation of biological assets and other non cash flow items	-469	-516	-1,453	-1,465
Operating cash surplus	1,541	901	4,041	3,707
Change in working capital	-600	700	-1,330	551
Current capital expenditures	-381	-436	-630	-1,065
Other operating cash flow	148	24	-169	-153
Operating cash flow	708	1,189	1,911	3,040
Strategic capital expenditures	-155	-195	-502	-1,133

Balance sheet

SEKm	Sep 30, 2024	Dec 31, 2023
Forest assets	108,488	107,481
Working capital	5,653	4,321
Deferred tax relating to forest assets	-21,457	-21,277
Other capital employed	23,811	24,525
Total capital employed	116,495	115,050
Net debt	11,595	10,766
<i>Net debt/EBITDA</i>	1.6x	1.6x
Equity	104,899	104,284
<i>Net debt/Equity</i>	11%	10%

Summary

Ulf Larsson, CEO

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Higher harvesting of own forest, mitigated increasing wood raw material costs

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Sales increased 22% vs Q3 2023

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Q&A





Europe's largest private forest owner

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