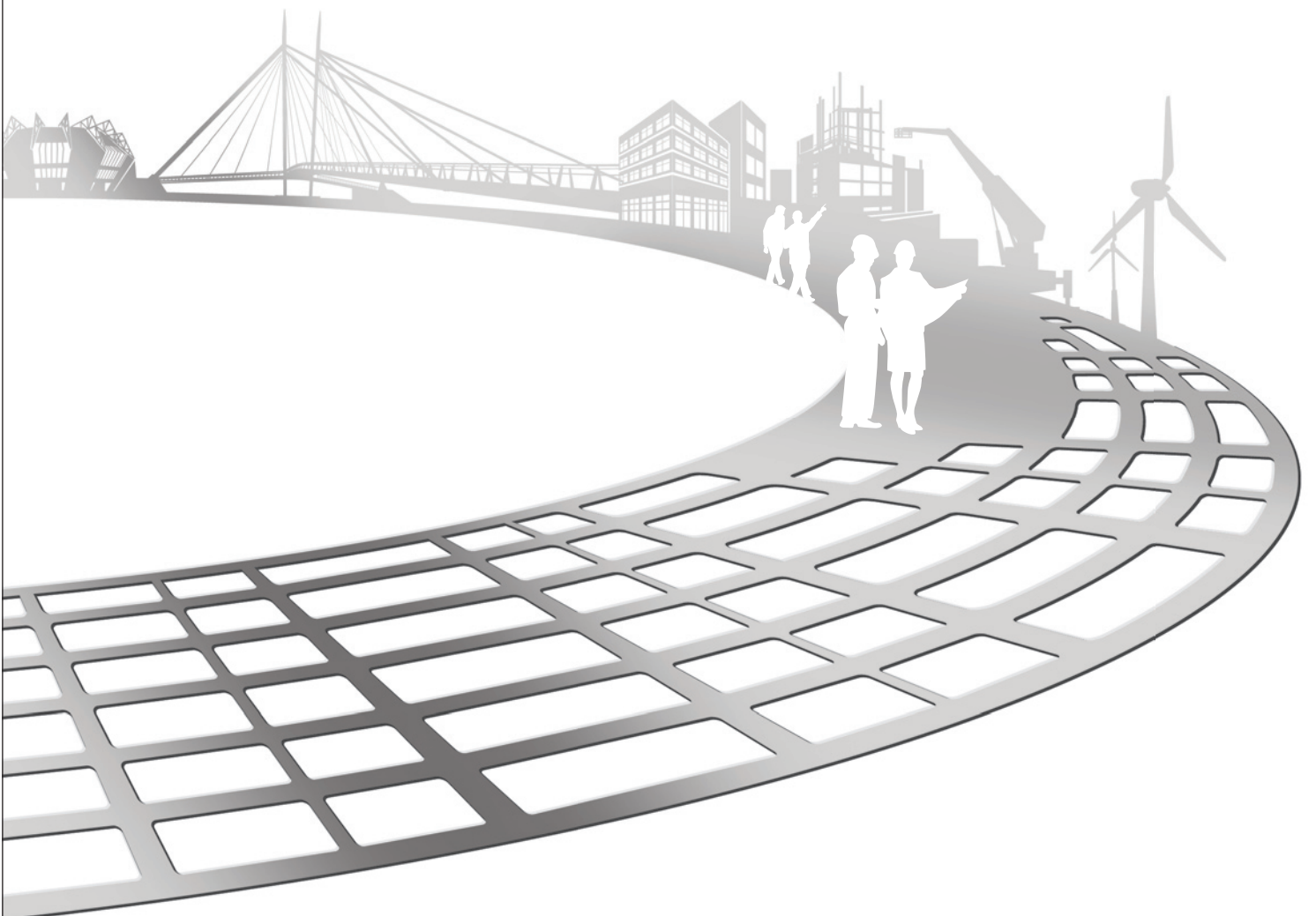


Rautaruukki Corporation

Parent Company's
financial statements 2009

RTRKS



Parent company's income statement

€k	Note	2009	2008
Net sales	2	1 419 129	2 773 496
Change in inventories of finished goods and work in progress		11 541	100 099
Production for own use		16 342	9 137
Other operating income	3	44 619	27 445
Materials and services	4	-1 061 675	-1 577 791
Salaries and other employee benefits	5	-300 909	-414 036
Depreciation, amortisation and impairment losses	6	-104 422	-104 161
Other operating expenses	7	-228 293	-293 068
		-1 695 298	-2 389 057
Operating profit		-203 668	521 120
Financial income and expense	8		
Income from non-current financial assets		48 864	4 826
Other interest and financial income		77 288	98 590
Impairments of non-current financial assets		-71 714	-3 919
Interest and other financial expense		-90 058	-99 264
Net financial income and expense		-35 620	233
Result before extraordinary items		-239 288	521 353
Extraordinary items	9	-29 923	
Result before appropriations and income tax		-269 210	521 353
Appropriations		-5 988	6 707
Result before income tax		-275 198	528 060
Income taxes	10	-269	-138 929
Result for the period		-275 466	389 132

Parent company's balance sheet

€k	Note	31 Dec 2009	31 Dec 2008
ASSETS			
Non-current assets			
Intangible assets			
	11		
Intangible rights		5 242	3 543
Other capitalised long-term expenses		33 575	39 056
Advance payments		4 373	6 910
		<u>43 189</u>	49 509
Tangible assets			
	12		
Land and water		8 813	8 652
Buildings		258 333	246 180
Machinery, equipment and other tangible assets		526 538	508 351
Advance payments and construction in progress		90 293	93 484
		<u>883 977</u>	856 666
Financial assets			
	13		
Investments in group companies		415 654	389 823
Investments in associated companies		6 896	7 010
Other shares		7 451	6 645
		<u>430 000</u>	403 478
TOTAL NON-CURRENT ASSETS		1 357 166	1 309 654
Current assets			
Inventories			
Raw materials and consumables		91 449	190 392
Finished and semi-finished products and goods		253 338	335 701
		<u>344 787</u>	526 094
Receivables			
Long-term			
Trade receivables		491	562
Receivables from group companies		87 195	154 862
Other receivables		32 670	22 317
		<u>120 356</u>	177 741
Short-term			
Trade receivables		116 720	195 378
Receivables from group companies	14	56 090	50 068
Receivables from associated companies	15	1 341	4 719
Loan receivables from group companies		114 027	158 565
Other receivables		36 502	79 951
Prepayments and accrued income	16	9 083	21 922
		<u>333 763</u>	510 604
Total receivables		454 119	688 345
Cash and cash equivalents		230 041	146 949
TOTAL CURRENT ASSETS		1 028 948	1 361 388
TOTAL ASSETS		2 386 114	2 671 041

€	Note	31 Dec 2009	31 Dec 2008
EQUITY AND LIABILITIES			
SHAREHOLDERS EQUITY			
	17		
Share capital		238 485	238 434
Share premium		219 894	219 894
Revaluation reserve		32 797	32 797
Retained earnings		973 760	771 863
Result for the period		-275 466	389 132
		1 189 470	1 652 120
Appropriations			
	18		
Depreciation reserve		362 777	356 789
Provisions			
	19		
Pension provisions		16 514	16 242
Other provisions		4 005	11 668
		20 519	27 910
LIABILITIES			
Non-current			
	20		
Interest-bearing			
Bonds		149 785	74 729
Loans from financial institutions		149 113	150 000
Pension loans		42 083	
Other liabilities			10 070
		340 981	234 798
Current			
Interest-bearing			
Bonds		74 244	
Loans from financial institutions		17 155	5 010
Pension loans		4 167	1 143
Loans from group companies		487	5 492
Other liabilities		158 674	115 891
		254 726	127 536
Non-interest-bearing			
Advances received		728	1 264
Trade payables		110 635	134 089
Amounts owed to group companies	22	3 250	4 838
Amounts owed to associated companies	23	501	269
Accrued expenses and deferred income	24	84 007	109 565
Other liabilities		18 520	21 864
		217 641	271 889
TOTAL LIABILITIES		813 348	634 223
TOTAL EQUITY AND LIABILITIES		2 386 114	2 671 041

Parent company's cash flow statement

€k	2009	2008
Cash flow from operating activities		
Result before extraordinary items	-239 288	521 353
Adjustments for cash flow from operating activities*	98 396	63 880
Cash flow before change in working capital	-140 892	585 233
Change in working capital		
Change in current operating receivables	173 960	-36 187
Change in inventories	181 306	-170 809
Change in current non-interest-bearing liabilities	-34 611	18 828
Change in working capital	320 655	-188 169
Interest and other financing costs paid	-82 880	-70 747
Dividends received	25 627	4 826
Interest received	88 365	85 915
Taxes paid	-9 652	-125 412
Cash flow from operating activities	201 224	291 646
Cash flow from investing activities		
Investment in tangible and intangible assets	-127 935	-148 065
Capital gains on disposal of tangible and intangible assets	4 725	1 208
Investments in other financial assets	-26 017	-45 907
Capital gains on disposal of other financial assets	16 279	5 000
Cash flow from investing activities	-132 948	-187 765
Cash flow before financing activities	68 275	103 881
Cash flow from financing activities		
Share issue against payment	51	97
Withdrawal of short-term loans	311 533	121 211
Repayment of short-term loans	-273 584	
Withdrawal of long-term loans	507 165	150 007
Repayment of long-term loans	-312 985	-68 719
Dividends paid	-187 441	-277 489
Financial aid given to subsidiaries	-29 923	
Cash flow from financing activities	14 817	-74 892
Change in cash and cash equivalents	83 092	28 988
Cash and cash equivalents at beginning of period	146 949	117 961
Cash and cash equivalents at end of period	230 041	146 949
	83 092	28 988
*Adjustments for cash flow from operating activities		
Depreciation according to plan	104 422	104 149
Unrealised foreign exchange gains and losses	-34 244	-43 815
Write-down of shares	71 714	3 919
Dividends received	-48 864	-4 826
Provisions	-7 391	6 997
Financial income and expense	12 770	674
Other adjustments	-11	-3 219
	98 396	63 879

Notes to the parent company financial statements

1. Accounting policies

The parent company financial statements have been prepared in accordance with Finnish Accounting Standards (FAS). The consolidated financial statements have been prepared in accordance with IFRS and are set out in Note 2 Accounting policies in the Notes to the consolidated financial statements. The parent company complies with the group's accounting policies in its financial statements according to FAS with the exception of the major differences listed below:

Pension arrangements

The parent company's pensions are arranged through pension insurance companies or pension funds. The pension costs of both arrangements are treated in the same way in the parent company's accounting. Under Finnish GAAP, payments made into a pension plan are booked on an accrual basis as pension expenses in the income statement.

On 31 December 2009, Rautaruukki transferred its statutory pensions liability under the Finnish Employees Pensions Act (TyEL) and associated assets management to Varma Mutual Pension Insurance Company. The transfer did not affect the level of pension security and did not result in workforce reductions. The refund payable as a result of the transfer is stated under Other operating income and, on the balance sheet, under Other receivables.

Fixed assets and depreciation

The values of items of fixed assets are based on historical cost except for revaluations of certain land areas and buildings. Straight-line depreciation according to plan is booked for assets subject to wear and tear. Depreciation is calculated from the start of the month following the one in which the item was brought into use.

Depreciation according to plan is based on historical cost and estimated useful economic life. Assets are depreciated on a straight-line basis over their estimated useful lives. The depreciation periods for tangible assets were revised during 2009 and the depreciation periods for new assets are as follows:

Buildings	10 - 40 years
Process machinery and equipment	10 - 20 years
Other machinery and equipment	5 - 20 years
Computers and software	3 - 5 years

The estimated useful lives of intangible assets are:

Licence fees and other long-term expenses	10 years
Goodwill	5 years
Emissions allowances	5 years

If the income that will probably be generated by an asset or investment included in fixed assets is still smaller than the undepreciated acquisition cost, the difference is booked as a value adjustment and expensed in the income statement.

The parent company has assets that have been obtained on finance and operating leases. Lease payments based on agreements are booked during the period incurred and stated in Other operating expense. Liabilities arising from leases are stated in the Notes to the financial statements.

Research and development expenditure is booked as an expense in the year it is incurred.

Derivatives

Interest rate swaps used to hedge long-term interest-bearing loans are not measured at fair value in the financial statements. Interest on interest rate swaps is spread over the contract period and booked as a net amount to adjust interest expense.

Likewise, commodity derivatives taken out to hedge the group's raw material purchases (zinc and electricity) are not measured at fair value in the financial statements. The realised gains and losses of commodity derivatives are booked as an item to adjust raw material purchases.

Cash in bank and in hand

The way of recognising cash pools was revised during the 2009. This had an impact of EUR 60 million, which is visible as an increase in cash in hand and in bank on the one hand, and in current debts on the other. Comparable information has not been restated accordingly.

Income taxes

The parent company incurs tax assets and tax liabilities as a result of losses, appropriations, allocation differences and temporary differences. The parent company does not include deferred tax assets and deferred tax liabilities in the income statement and balance sheet.

Inventories

Inventories are measured in accordance with the lowest value principle. This means the inventories stated in the balance sheet have been measured at the lowest of the following options: acquisition cost, replacement cost at the balance sheet date or net selling price at the balance sheet date. For raw materials, cost is determined using the FIFO method, and for finished and semi-finished products using the weighted average cost method. The cost of finished and semi-finished products comprises raw materials, direct labour expenses, other direct expenses as well as an appropriate share of fixed and variable production overheads, based on the normal capacity of the production facilities. The net selling price is the estimated selling price obtainable in ordinary business activities less the estimated costs incurred in bringing the product to its present condition and selling expenses.

2. Net sales by market area

€k	2009	2008
Finland	589 164	1 203 386
Other Nordic countries	395 426	771 330
Central Eastern Europe	138 069	338 402
Rest of Europe	183 585	380 285
Other countries	112 885	80 093
Total net sales	1 419 129	2 773 496

3. Other operating income

€k	2009	2008
Gains on the sale of fixed assets	1 148	3 675
Subsidies received	5 435	4 641
Winding-up of Pension Fund, refund of surplus	25 435	
Other	12 601	19 129
	44 619	27 445

4. Materials and services

€k	2009	2008
Materials and supplies (goods)		
Purchases during the period	748 742	1 458 772
Change in inventories	192 605	-71 152
External services	120 328	190 172
	1 061 675	1 577 791

5. Personnel expenses

€k	2009	2008
Wages and salaries	266 209	316 660
Share bonuses	120	546
Profit-related bonus paid to personnel fund	323	971
Pension insurance premiums and pensions	17 330	57 945
Other social security costs	16 926	37 914
Personnel expenses total	300 909	414 036

At year-end 2009, management of Rautaruukki's statutory pension liability under the Finnish Employees Pension Act (TyEL) was transferred to Varma Mutual Pension Insurance Company. As a result of winding up the Foundation, contributions of EUR 26.6 million were refunded to the company. This reduced pension costs for 2009.

Management salaries and emoluments

€k	2009	2008
Members of the Supervisory Board	67	67
Members of the Board of Directors	324	338
President & CEO *)	795	766
*) includes profit-based bonuses	149	132
*) includes share bonuses	89	57

Average payroll during the period

	2009	2008
Workers	4 010	4 750
Salaried employees	2 315	2 591
Payroll, average	6 325	7 341

President & CEO's pension and emoluments and loans to persons closely associated with the company

Emoluments, including fringe benefits, paid to the parent company's President & CEO for 2009 amounted to EUR 794,847.

The President & CEO has the right to retire on a full 60 per cent old age pension at the age of 60. Should the company dismiss the President & CEO, he has the right to severance pay corresponding to 24 month's salary.

The parent company has not given loans to persons closely associated with it.

6. Depreciation and value adjustments

Depreciation according to plan by balance sheet item

€k	2009	2008
Goodwill	10	45
Other intangible assets	13 560	13 297
Buildings	15 600	15 193
Machinery, equipment and other tangible assets	75 252	75 626
Total	104 422	104 161

7. Other operating charges

€k	2009	2008
Sales freights	79 930	119 746
Rents	28 523	31 087
Loss from divestment of non-current assets	930	5
Other	118 909	142 231
	228 293	293 068

Auditor's fees

€k	2009	2008
KHT-audit firm KPMG Oy Ab		
Audit	253	240
Other audit	16	
Tax services	25	4
Other services	130	3
Other audit firms		
Audit		196
Other audit		2
Tax services	45	2
Other services	216	123

8. Finance income and expense

€k	2009	2008
Income from financial assets held as fixed assets		
Dividend income from group companies	47 030	1 800
Dividend income from associated companies	1 826	3 014
Dividend income from others	9	12
	48 864	4 826

Other interest and financial income

Interest income from group companies	21 248	21 422
Interest income from others	4 663	8 094
Exchange gains	51 376	69 073
	77 288	98 590

Value adjustments of non-current financial assets

Other write-downs	-71 714	-3 919
-------------------	---------	--------

Interest and other financial expense

Interest expenses to group companies	-1 452	-3 843
Interest expenses to other companies	-27 447	-17 063
Exchange losses	-53 408	-77 497
Other financing expense	-7 751	-861
	-90 058	-99 264

Total finance income and expense	-35 620	233
----------------------------------	----------------	------------

9. Extraordinary items

€k	2009	2008
Financial aid given to subsidiaries	-29 923	

10. Income taxes

€k	2009	2008
Taxes for the period		139 112
Taxes for previous periods	269	-183
	269	138 929

11. Intangible assets

€k	2009	2008
Intangible rights		
Acquisition cost at 1 Jan	10 521	9 682
Additions	1 439	835
Reductions and adjustments	-4	4
Transfers between items	1 563	
Acquisition cost at 31 Dec	13 519	10 521
Accumulated depreciation at 1 Jan	-6 987	-5 873
Accumulated depreciation of reductions and adjustments	3	-3
Depreciation for the period	-1 293	-1 111
Carrying amount at 31 Dec	5 242	3 533
Goodwill		
Acquisition cost at 1 Jan	10	55
Accumulated depreciation	-10	-45
Carrying amount at 31 Dec	0	10
Other capitalised long-term expenses		
Acquisition cost at 1 Jan	153 500	140 095
Additions	8 295	13 701
Reductions and adjustments	-7 725	-296
Acquisition cost at 31 Dec	154 070	153 500
Accumulated depreciation at 1 Jan	-114 445	-102 260
Accumulated depreciation of reductions and adjustments	6 216	
Depreciation for the period	-12 267	-12 185
Carrying amount at 31 Dec	33 574	39 056
Advanced payments		
Residual value at 1 Jan	6 910	7 997
Changes	-2 537	-1 087
Carrying amount at 31 Dec	4 373	6 910
Total intangible assets at 31 Dec	43 189	49 509

12. Tangible assets

€k	2009	2008
Land and water		
Residual value at 1 Jan	8 652	8 725
Additions	419	100
Reductions and adjustments	-258	-173
Residual value at 31 Dec	8 813	8 652

Revaluations included in carrying amounts of land areas ⁽¹⁾

Revaluations at 1 Jan and 31 Dec	2 355	2 355
----------------------------------	-------	-------

Buildings

Acquisition cost at 1 Jan	512 587	506 757
Additions	29 145	9 645
Reductions and adjustments	-2 684	-3 815
Acquisition cost at 31 Dec	539 048	512 587
Accumulated depreciation at 1 Jan	-266 407	-252 771
Accumulated depreciation of reductions and adjustments	1 329	1 585
Depreciation for the period	-15 637	-15 221
Carrying amount at 31 Dec	258 333	246 180

Revaluations included in carrying amounts of buildings ⁽¹⁾

Revaluations at 1 Jan and 31 Dec	31 846	31 846
----------------------------------	--------	--------

¹⁾ Revaluations made in the 1970s are based on replacement values.

Machinery, equipment and other tangible assets

Acquisition cost at 1 Jan	2 001 860	1 941 305
Additions	94 381	65 375
Reductions and adjustments	-21 895	-4 820
Acquisition cost at 31 Dec	2 074 346	2 001 860
Accumulated depreciation	-1 493 509	-1 422 596
Accumulated depreciation of reductions and adjustments	20 554	4 686
Depreciation for the period	-74 853	-75 599
Carrying amount at 31 Dec	526 538	508 351

Carrying amount of production machinery and equipment at 31 Dec

521 360	503 167
---------	---------

Interest of EUR 576k was capitalised under acquisition cost of tangible assets in 2009.

Capitalised interest	
Buildings and structures	12
Machinery and equipment	564
	576
Undepreciated element of capitalised interest	
Buildings and structures	12
Machinery and equipment	564
	576

Advance payments and construction in progress

Acquisition cost at 1 Jan	93 484	33 784
Changes	-3 191	59 700
Carrying amount at 31 Dec	90 293	93 484

Total tangible assets at 31 Dec **883 977** **856 666**

13. Financial assets

€k **2009** **2008**

Investments in group companies

Residual value at 1 Jan	389 822	348 868
Additions	114 104	47 691
Reductions and adjustments	-1 098	-2 818
Impairments	-87 175	-3 919
Residual value at 31 Dec	415 653	389 822

Amounts owed by group companies

Residual value at 1 Jan		7 881
Changes		-7 881
Residual value at 31 Dec		0

Investments in associated companies

Residual value at 1 Jan	7 010	7 010
Reductions	-114	
Residual value at 31 Dec	6 896	7 010

Other shares and investments

Residual value at 1 Jan	6 645	5 524
Additions	2 396	1 216
Reductions and adjustments	-27	-95
Transfers between items	-1 563	
Residual value at 31 Dec	7 451	6 645

Total financial assets at 31 Dec **430 000** **403 478**

Shares in subsidiaries owned by the parent company

	Country	Domicile	% of Share capital and votes	
Subsidiaries accounted for in the consolidated financial statements				
Kiint.Oy Materiamesta	FI	Helsinki	100	
Kiint.Oy Ylläslehto	FI	Kolari	100	
OOO Rautaruukki	RU	Moscow	100	
OOO Ruukki Rus	RU	St Petersburg	100	
OOO Stalpark	RU	St Petersburg	100	
Presteel Oy	FI	Raahe	80.1	
Ruukki Asia Ltd	CN	Hong Kong	100	
Ruukki Bulgaria EOOD	BG	Sofia	100	
Ruukki Croatia d.o.o	HR	Zagreb	100	
Ruukki CZ s.r.o.	CZ	Velvary	100	
Ruukki d.o.o.	SI	Ljubljana	100	
Ruukki DOO Belgrade	RS	Belgrad	100	
Ruukki France S.A.R.L.	FR	Paris	100	
Ruukki Holding AB	SE	Stockholm	100	
Ruukki Norge AS	NO	Oslo	100	
Ruukki Holding B.V.	NL	Amsterdam	100	
Ruukki Holding Danmark A/S	DK	Vallensbæk Strand	100	
Ruukki Holding GmbH	DE	Dusseldorf	100	
Ruukki Hungary Kft	HU	Budapest	100	
Ruukki Insurance Ltd.	GB	Guernsey	100	
Ruukki Istanbul Metal Sanayi ve Ticaret Limited Sirketi	TR	Turkey	99	
Ruukki Latvija SIA	LV	Riga	100	
Ruukki Polska Sp. z.o.o	PL	Zyrdow	100	
Ruukki Products AS	EE	Pärnu	100	
Ruukki Romania S.R.L.	RO	Bucharest	100	
Ruukki Metal Components (Shanghai) Co Ltd	CN	Shanghai	100	
Ruukki Slovakia s.r.o.	SK	Kosice	100	
Ruukki Spain S.L.	ES	Vitoria-Gasteiz	100	
Ruukki UK Ltd	GB	Solihull	100	
UAB Ruukki Lietuva	LV	Vilnius	100	
ZAT Ruukki Ukraine	UA	Kiev	99.6	
Subsidiaries not eliminated from consolidated accounts:				
Metform Oy	FI	Oulu	100	Carrying amount of shares €1000 3
Alamentti Oy	FI	Alajärvi	100	79
Associated companies in which share of votes is 20-50 %:				
Bet-Ker Oy	FI	Ylivieska	44.4	
Helens Rör AB	SE	Halmstad	25.0	

14. Short-term non-interest-bearing receivables from group companies

€k	2009	2008
Trade receivables	51 269	43 387
Other non-interest-bearing receivables	4 821	6 681
	56 090	50 068

15. Short-term receivables from associated companies

€k	2009	2008
Trade receivables	1 341	4 719

16. Main items included in prepayments and accrued income

€k	2009	2008
Accrued interest income	208	408
Tax receivables	836	565
Percentage of completion receivables	2 815	11 858
Other prepayments and accrued income	5 224	9 091
Total prepayments and accrued income	9 083	21 922

17. Equity

€k	2009	2008
Share capital at 1 Jan	238 434	238 337
Share issue	51	97
Share capital at 31 Dec	238 485	238 434
Share premium at 1 Jan and 31 Dec	219 894	219 894
Revaluation reserve at 1 Jan and 31 Dec	32 797	32 797
Retained earnings at 1 Jan	1 160 994	1 049 307
Change in treasury shares	206	45
Dividend	-187 441	-277 489
Retained earnings at 31 Dec	973 760	771 863
Result for the period	-275 466	389 132
Equity 31 Dec	1 189 470	1 652 118
	2009	2008
Distributable equity		
Retained earnings	973 760	771 862
+ Result for the period	-275 466	389 132
= Amount available for distribution of dividend	698 294	1 160 994

At 31 December 2009, the company had 1,421,575 treasury shares with an accounting countervalue of €2.4 million.

Rautaruukki Corporation's largest shareholders as at 31 December 2009

	Shareholders	Shares, %	Number of shares
1	Solidium Oy	39.7	55 656 699
2	Varma Mutual Pension Insurance Company	2.5	3 514 322
3	Ilmarinen Mutual Pension Insurance Company	2.5	3 453 417
4	Rannila Esa	1.0	1 457 800
5	Rautaruukki Corporation	1.0	1 421 575
6	The State Pension Fund	1.0	1 386 275
7	OP-Delta Fund	0.9	1 292 307
8	Odin Norden	0.5	747 695
9	OP-Finland Value	0.5	650 000
10	Mutual Life Insurance Company Suomi	0.4	600 000
11	Nordea Nordenfonden	0.4	515 539
12	Nordea Fennia Fund	0.4	515 000
13	OP-Focus Fund	0.4	486 007
14	Oy Ingman Finance Ab	0.3	470 000
15	Etera Mutual Pension Insurance Company	0.3	449 214
16	Veritas Pension Insurance Company Ltd	0.3	435 000
17	Stiftelsen för Åbo Akademi	0.3	423 500
18	Alfred Berg Finland Fund	0.3	421 149
19	Rautaruukki Personnel Fund	0.3	348 528
20	Mutual Insurance Company Pension Fennia	0.2	338 200
	Nominee registered shares	24.3	34 030 893
	Other shareholders	22.6	31 672 305
	Total	100.0	140 285 425

After the end of the report period, on 14 January 2010, the company received a disclosure notification, under Chapter 2, Section 9 of the Finnish Securities Markets Act, from Capital Research and Management Company (CRMC), that the aggregate holding in Rautaruukki Oyj shares for the funds it manages had, as at 12 January 2010, increased to above five (5) per cent. The number of Rautaruukki Oyj shares notified by CRMC is 7,297,852 shares, which equate to 5.20 per cent of Rautaruukki's share capital and votes.

At year-end 2009, members of the Supervisory Board and the Board of Directors owned a total of 14,610 shares in the company, equating to 0.010 per cent of the shares and votes. Members of the Corporate Management Board owned a total of 153,578 (198,174) shares in the company, equating to 0.109 per cent of the shares and votes, at year-end 2009. Share ownership by the members of the Management Board increased by 10,824 shares in 2009 and decreased by 55,420 shares because the Management Board consisted of one member less.

Rautaruukki Corporation, share capital:

Rautaruukki has one series of shares and one (1) vote per share.

Number of shares	Accounting countervalue, €
140 285 425	238 485 222.50

Shareholders by share ownership as at 31 December 2009

Number of shares	Number of		Number of	
	shareholders	%	shares	%
1–100	13 185	0.6	840 944	0.6
101–500	18 096	3.5	4 878 341	3.5
501-1 000	6 211	3.4	4 744 483	3.4
1 001-5 000	3 576	5.3	7 445 874	5.3
5 001-10 000	347	1.8	2 533 203	1.8
10 001-50 000	218	3.1	4 397 126	3.1
50 001-100 000	33	1.7	2 353 431	1.7
100 001-500 000	34	5.9	8 267 513	5.9
500 001+	15	74.7	104 824 510	74.7
	<u>41 715</u>	<u>100.0</u>	<u>140 285 425</u>	<u>100.0</u>

Shareholders by sector as at 31 December 2009

	Number of shares	%
Solidium Oy*	55 656 699	39.7
Other companies	5 783 285	4.1
State institutions	10 812 924	7.7
Banks and insurance companies	6 598 538	4.7
Non-profit institutions	3 329 957	2.4
Households	21 572 584	15.4
Non-Finnish and nominee registered shareholders	<u>36 531 438</u>	<u>26.0</u>
Total	140 285 425	100.0
- of which nominee registered shares	34 030 893	24.3

*Solidium Oy is wholly-owned by Finnish State

18. Appropriations

€k	2009	2008
Accumulated depreciation difference at 1 Jan	356 789	363 496
Change in income statement	5 988	-6 707
Accumulated depreciation difference at 31 Dec	362 777	356 789
Total appropriations at 31 Dec	362 777	356 789

19. Provisions

Provisions include provisions for pensions, guarantees, restructuring and other similar contingencies, which represent the setting aside of funds to cover future losses.

€k	2009	2008
Provisions for pensions at 1 Jan	16 241	15 793
Change in personnel expenses in income statement	273	448
Provisions for pensions at 31 Dec	16 514	16 241
Environment provision at 1 Jan	1 708	2 395
Change in income statement	-604	-687
Environment provision at 31 Dec	1 104	1 708
Other provisions at 1 Jan	9 960	2 724
Changes in income statement	-7 059	7 236
Other provisions at 31 Dec	2 900	9 960
Total provisions	20 518	27 910

20. Non-current interest-bearing liabilities

Debts maturing after five years or more later

€k	2009	2008		
Loans from financial institutions	43 214			
Pension loan	14 750			
	57 964			
Information about bonds				
€k	Coupon rate	Currency	2009	2008
Nominal value				
2003-2010	5.10 %	EUR	75 000	75 000
2009-2014	5.25 %	EUR	150 000	
			225 000	75 000

21. Deferred tax assets and liabilities

The deferred tax liability from the depreciation difference included in the balance sheet and the deferred tax asset from provisions and the loss unsubtracted in taxation that has not been booked in company's balance sheet.

€k	2009	2008
Deferred tax assets		
From temporary differences	1 363	2 930
From loss	58 974	
	60 337	2 930
Deferred tax liabilities		
From appropriations	94 322	92 765

22. Current non-interest-bearing liabilities owed to group companies

€k	2009	2008
Trade payables	2 483	4 809
Other non-interest-bearing liabilities	767	29
	3 250	4 838

23. Current non-interest-bearing liabilities owed to associated companies

€k	2009	2008
Trade payables	501	269

24. Current liabilities

Major items included in accruals and deferred income

€k	2009	2008
Tax liabilities		9 112
Interest debts	4 395	1 475
Personnel expenses	61 005	76 080
Other accruals and deferred income	18 607	22 898
Total accruals and deferred income	84 007	109 565

25. Contingent liabilities

€k	2009	2008
Debts secured by mortgages		
Loans from financial institutions	49 429	1 143
Pension loans	14 250	
	63 679	1 143
Collateral in value		
Mortgaged real estates	63 653	22 286
Collateral given on own behalf		
Guarantees	39 740	44 649
Collateral given on behalf of group companies		
Guarantees	46 839	89 174
Credit balance of group bank accounts		7 958
	46 839	97 132
Collateral given on behalf of others		
Guarantees	1 700	1 700
Contingent and other liabilities		
Leasing and rent liabilities		
Due next year	41 800	43 563
Due later	115 724	123 783
	157 524	167 346
Letter of Comfort liabilities		
on behalf of group companies	4 000	4 000
Letter of Support liabilities	20 000	20 000
on behalf of group companies		

Letter of Comfort and Letter of Support liabilities do not constitute a legal guarantee.

Foreign currency derivatives measured at fair value are presented in Other receivables and Other liabilities.

Cash flow hedges qualifying for hedge accounting

	Nominal amount Valid			Total	Fair value, €k Positive			Negative		
	< 1 year	1- 5 years	>5 years		< 1 year	1- 5 years	>5 years	< 1 year	1- 5 years	>5 years
31 Dec 2009										
Zinc derivatives										
forward contracts*	18 000	6 000		24 000	6 980	4 338				
Electricity derivatives										
forward contracts**	467	1 185	175	1 827	212	1 002		-4 345	-6 803	-1 130
31 Dec 2008										
Zinc derivatives										
forward contracts*	23 500	12 000		35 500				-24 875	-8 576	
Electricity derivatives										
forward contracts**	614	1 069	219	1 903	276	29		-4 083	-12 494	-1 397

Fair value hedges qualifying for hedge accounting

	Nominal amount Valid			Total	Fair value, €k Positive			Negative		
	< 1 year	1- 5 years	>5 years		< 1 year	1- 5 years	>5 years	< 1 year	1- 5 years	>5 years
31 Dec 2009										
Interest rate derivatives		75		75			3			

Derivatives not qualifying for hedge accounting

	Nominal amount Valid			Total	Fair value, €k Positive			Negative		
	< 1 year	1- 5 years	>5 years		< 1 year	1- 5 years	>5 years	< 1 year	1- 5 years	>5 years
31 Dec 2009										
Zinc derivatives										
forward contracts*										
Foreign currency derivatives										
forward contracts	458 612			458 612	4 483			-6 011		
options										
bought	150 000			150 000	272			-1 627		
sold	150 000			150 000	1 359			-78		
31 Dec 2008										
Zinc derivatives										
forward contracts*	500			500				-421		
Foreign currency derivatives										
forward contracts	943 629			943 629	46 997			-9 370		
options										
bought	120 000			120 000	8 988					
sold	120 000			120 000	1 808					

*nominal value, tonnes

**nominal amount GWh