

**Oriola-KD Corporation****Parent Company Cash Flow Statement (FAS)**  
**EUR 1,000**

	<b>31 Dec 2011</b>	<b>31 Dec 2010</b>
<b>Cash flow from operating activities</b>		
Operating profit/loss	-4,163.1	27,575.2
Adjustments		
Depreciation		1,567.9
Unrealised exchange rate profit/loss	-61.8	
Other adjustments	-	-32,078.6
	<u>-4, 224.9</u>	<u>-2,935.5</u>
Change in working capital	1)	
Change in current receivables	3,796.9	933.7
Change in non-interest-bearing current liabilities	-47,291.3	72,012.4
	<u>-43,494.4</u>	<u>72,946.1</u>
Interest paid and other financial expenses	-9,416.4	-2,373.3
Dividends received	64,185.9	71,000.0
Interest received and other financial income	2)	6,653.8
Income taxes paid	-	525.0
Net cash flow from operating activities	<u>21,131.6</u>	<u>145,816.0</u>
<b>Cash flow from investing activities</b>		
Investments in property, plant and equipment and intangible assets	-1.9	-
Proceeds from sales of property, plant and equipment and intangible assets	-	51,329.6
Investments in subsidiaries	-79.4	-66,059.1
Increase in other investments	-10.0	-
Proceeds from /repayment of long-term receivables net	-30,201.9	-1,763.4
Net cash flow from investing activities	<u>-30,293.2</u>	<u>-16,492.9</u>
<b>Cash flow from financing activities</b>		
Dividends paid and return of equity	-27,209.0	-18,134.8
Net cash flow from financing activities	<u>-27,209.0</u>	<u>-18,134.8</u>
<b>Net change in cash and cash equivalents</b>	-36,370.6	111,188.3
Cash and cash equivalents at the beginning of the period	3)	64,930.1
Net change in cash and cash equivalents	-36,370.6	111,188.3
Cash and cash equivalents at the end of the period	3)	176,118.4

1) The changes in liabilities and receivables between the Finnish group companies are included in the change in working capital.

2) Interest paid by the group companies are included in the net cash flow from operating activities of the Oriola-KD Corporation.

3) Cash and cash equivalents include cash, deposits and money market investments.

## **Oriola-KD Corporation**

### ***Notes to the Financial Statements 2011***

Oriola-KD Corporation is the parent company of Oriola-KD Group and is domiciled in Espoo.

Oriola-KD Corporation provides administrative services to the group companies. These administrative services are centralized to the parent company.

Copies of the consolidated financial statements of the Oriola-KD Group are available from the head office of Oriola-KD Corporation at the following address: Orionintie 5, FI-02200 Espoo, Finland.

### ***Accounting principles for the financial statements 2011***

The Oriola-KD Corporation's financial statements are prepared in euros and according to Generally Accepted Accounting Principles in Finland (Finnish GAAP) and according to corporate legislation.

#### **Tangible assets**

The carrying value of land and water areas such as the carrying value of other tangible assets are based on historical costs. No write-downs have been done on land and water areas or on other tangible assets.

#### **Items in foreign currencies**

Monetary receivables and liabilities in foreign currencies have been measured using the exchange rates quoted by European Central Bank on the balance sheet date. The translation gains and losses are recognised in the income statement. Exchange rate gains and losses related to loans and receivables in foreign currencies are booked as financial income and expenses.

#### **Pension liabilities**

Statutory pension security under the Employees' Pensions Act (TyEL) is arranged through the Oriola Pension Fund for the Oriola-KD Corporation's employees. The obligation of the Oriola Pension Fund is fully covered.

#### **Other operating costs**

Other operating costs are mainly costs related to the ownership.

#### **Income taxes**

The income taxes include taxes based on the Oriola-KD Corporation's taxable profit. Deferred tax is calculated on temporary differences between carrying amount and taxable value.

## Oriola-KD Corporation

**Notes to the Income Statement**

	31 Dec 2011	31 Dec 2010
<b>1. OTHER OPERATING INCOME</b>		
<b>EUR 1,000</b>		
Sales of business operations	-	32,069.4
Other service charges	1,877.9	3,098.9
Insurance reimbursement	-	1,238.1
Other operating income	5.6	3.5
<b>Total</b>	<b>1,883.5</b>	<b>36,409.9</b>
<b>2. PERSONNEL</b>		
<b>EUR 1,000</b>		
Cost of personnel		
Salaries and bonuses	2,516.9	4,240.4
Pension costs	161.8	168.6
Other personnel expenses	65.8	154.7
<b>Total</b>	<b>2,744.5</b>	<b>4,563.8</b>
Voluntary personnel expenses are included in other operating costs.		
<b>Average number of personnel</b>	27.0	26.0
<b>Salaries and bonuses to the Management</b>		
President and CEO and Members of Bord of Directors	794.0	1,486.6
<b>3. OTHER OPERATING COSTS</b>		
<b>EUR 1,000</b>		
Mail, telephone and banking costs	150.9	93.1
Automatic data processing costs	555.7	474.3
Travelling and car	387.8	468.8
Representation	52.9	54.1
Administrative consultancy service	1,191.2	2,194.1
Other operating costs	963.6	1,025.8
<b>Total</b>	<b>3,302.2</b>	<b>4,310.3</b>
<b>Audit costs included in other operating costs:</b>		
Audit fee	109.5	109.5
Tax services	56.2	31.2
Other fees	54.6	501.5
<b>Total</b>	<b>220.3</b>	<b>642.2</b>
<b>4. FINANCIAL INCOME AND EXPENSES</b>		
<b>EUR 1,000</b>		
Dividend income from group companies	64,185.9	71,000.0
<b>Other interest and financial income</b>		
Interest income, group companies	5,516.4	6,349.7
Interest income from other companies	976.4	402.0
Other financial income	7,770.4	10,951.7
<b>Interest and other financial expenses</b>		
Interest expense, group companies	-1,060.8	-1,564.4
Other interest expenses	-126.6	-995.7
Other financial expenses	-8,375.0	-9,763.7
<b>Total</b>	<b>68,886.7</b>	<b>76,379.7</b>
<b>Financial income and expenses includes:</b>		
Interest income, total	6,492.8	6,751.8
Interest expenses, total	-1,187.4	-2,560.1
Exchange rate profit/loss, total	201.5	2,052.8
<b>5. EXTRAORDINARY ITEMS</b>		
<b>EUR 1,000</b>		
Group contributions received	-	1,565.3
<b>Extraordinary items, total</b>	<b>-</b>	<b>1,565.3</b>
<b>6. INCOME TAXES</b>		
<b>EUR 1,000</b>		
The income taxes include taxes based on the companies taxable profit for the financial year		
Income taxes from ordinary operations for the financial period	147.8	-
Income taxes from previous financial periods	-	-961.1
Change in deferred tax	-	-
<b>Total</b>	<b>147.8</b>	<b>-961.1</b>

## Oriola-KD Corporation

**Notes to the Balance Sheet****7. TANGIBLE ASSETS**

EUR 1,000

	Land and water areas	Other tangible assets	Tangible assets total
<b>31 Dec 2011</b>			
Historical cost 1 Jan 2011	149.2	5.6	154.7
Increases	-	2.3	2.3
Decreases	-	-0.4	-0.4
<b>Historical cost 31 Dec 2011</b>	<b>149.2</b>	<b>7.5</b>	<b>156.7</b>
Accumulated depreciation 1 Jan 2011	-	-	-
Accumulated write-downs 1 Jan 2011	-	-	-
<b>Accumulated depreciations 31 Dec 2011</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Carrying amount 31 Dec 2011</b>	<b>149.2</b>	<b>7.5</b>	<b>156.7</b>

	Land and water areas	Other tangible assets	Tangible assets total
<b>31 Dec 2010</b>			
Historical cost 1 Jan 2010	149.2	5.6	154.7
<b>Historical cost 31 Dec 2010</b>	<b>149.2</b>	<b>5.6</b>	<b>154.7</b>
Accumulated depreciation 1 Jan 2010	-	-	-
Accumulated write-downs 1 Jan 2010	-	-	-
<b>Accumulated depreciations 31 Dec 2010</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Carrying amount 31 Dec 2010</b>	<b>149.2</b>	<b>5.6</b>	<b>154.7</b>

## Oriola-KD Corporation

**Notes to the Balance Sheet****8. INVESTMENTS**

EUR 1,000

<b>31 Dec 2011</b>	Shares in group companies	Receivables from group companies	Other shares and receivables	Total
Historical cost 1 Jan 2011	314,255.7	91,899.3	-	406,155.0
Increases	79.4	33,469.0	10.0	33,558.3
Decreases	-	-3,267.1	-	-3,267.1
<b>Historical cost 31 Dec 2011</b>	<b>314,335.0</b>	<b>122,101.2</b>	<b>10.0</b>	<b>436,446.3</b>
<b>Carrying amount 31 Dec 2011</b>	<b>314,335.0</b>	<b>122,101.2</b>	<b>10.0</b>	<b>436,446.3</b>

<b>31 Dec 2010</b>	Shares in group companies	Receivables from group companies	Other shares and receivables	Total
Historical cost 1 Jan 2010	266,013.9	89,696.3	-	355,710.2
Increases	67,492.8	34,640.5	-	102,133.2
Decreases	-19,251.0	-32,437.4	-	-51,688.4
<b>Historical cost 31 Dec 2010</b>	<b>314,255.7</b>	<b>91,899.3</b>	<b>-</b>	<b>406,155.0</b>
<b>Carrying amount 31 Dec 2010</b>	<b>314,255.7</b>	<b>91,899.3</b>	<b>-</b>	<b>406,155.0</b>

## Oriola-KD Corporation

**Notes to the Balance Sheet**

	31 Dec 2011	31 Dec 2010
<b>9. RECEIVABLES</b>		
<b>EUR 1,000</b>		
<b>Receivables from group companies</b>		
Short-term receivables		
Trade receivables	428.6	2,660.0
Accrued income and prepaid expenses	495.1	1,849.7
<b>Total</b>	<u>923.6</u>	<u>4,509.7</u>
<b>Material items included in accrued receivables:</b>		
Other accrued receivables	94.5	128.9
Arrangement fee relating to loans	250.6	487.0
Accrued interest income	79.7	76.6
Exchange rate profit on hedges	153.6	84.2
Compensation not received	4.5	4.6
<b>Total</b>	<u>582.9</u>	<u>781.3</u>
<b>10. EQUITY</b>		
<b>EUR 1,000</b>		
Share capital 1 Jan	147,899.8	147,899.8
<b>Share capital 31 Dec</b>	<u>147,899.8</u>	<u>147,899.8</u>
Other funds 1 Jan	30,000.0	30,000.0
<b>Other funds 31 Dec</b>	<u>30,000.0</u>	<u>30,000.0</u>
Invested unrestricted equity reserve 1 Jan	21,037.5	21,037.5
Repayment of equity	-19,650.9	-
<b>Invested unrestricted equity reserve 31 Dec</b>	<u>1,386.6</u>	<u>21,037.5</u>
Profit/loss from previous years 1 Jan	133,464.5	45,118.0
Dividend paid	-7,558.1	-18,134.8
<b>Profit/loss from previous years 31 Dec</b>	<u>125,906.5</u>	<u>26,983.2</u>
<b>Profit/loss for the financial year</b>	64,575.7	106,481.4
<b>Equity, total</b>	<u>369,768.5</u>	<u>332,401.8</u>
<b>Total number of shares</b>	<b>pc</b>	<b>EUR million</b>
Serie A shares (20 votes/share)	47,148,710	46.1
Serie B shares (1 vote/share)	104,109,118	101.8
	<u>151,257,828</u>	<u>147.9</u>
<b>11. LIABILITIES</b>		
<b>EUR 1,000</b>		
<b>Short-term liabilities</b>		
<b>Liabilities to other Group companies</b>		
Trade payables	0.5	-
Interest-bearing liabilities	206,245.9	247,856.9
Accrued liabilities	1.6	8.1
<b>Other short-term liabilities</b>		
Received prepayments	500.0	-
Trade payables	381.9	1,298.2
Other non-interest-bearing liabilities	177.5	295.4
Interest-bearing liabilities	-	4,899.5
Accrued liabilities	787.5	968.5
<b>Short-term liabilities , total</b>	<u>208,094.9</u>	<u>255,326.7</u>

## Oriola-KD Corporation

**Notes to the Balance Sheet**

	31 Dec 2011	31 Dec 2010
<b>Material items included in accrued liabilities:</b>		
Items related to personnel	567.6	811.2
Income taxes	147.8	-
Interest	-	88.3
Other accrued liabilities	72.1	69.0
Total	<u>787.5</u>	<u>968.5</u>
<b>Short-term liabilities includes:</b>		
Ve Liabilities to group companies	206.2	247.9
Ko Non-interest-bearing liabilities to other companies	1.8	2.6
Ko Interest-bearing liabilities to other companies	-	4.9
Total	<u>208.1</u>	<u>255.3</u>

**Other notes to the financial statement**

	31 Dec 2011	31 Dec 2010
<b>12. COMMITMENTS</b>		
<b>EUR 1,000</b>		
<b>Commitments on behalf of group companies</b>		
Guarantees	135,378.0	117,037.0
	<u>135,378.0</u>	<u>117,037.0</u>
<b>13. CONTINGENCIES</b>		
<b>EUR 1,000</b>		
<b>Leasing commitments</b>		
Within one year	11.5	11.5
Over one year	3.4	14.9
Total	<u>14.9</u>	<u>26.4</u>

The contractual terms in the leasing contracts are ordinary.

**14. OWNERSHIP IN OTHER COMPANIES**

	Parent company ownership	Group company ownership	Share of votes
<b>The ownerships of Oriola-KD Oyj and the Oriola-KD Group</b>	%	%	%
Oriola Oy, Finland	100,00	100,00	100,00
AS Oriola, Estonia		100,00	100,00
UAB Oriola Vilnius, Lithuania		100,00	100,00
SIA Oriola Riga, Latvia		100,00	100,00
Aloiro AB, Sweden		100,00	100,00
Panpharmacy Oy, Finland		100,00	100,00
SIA Panpharmacy, Latvia		100,00	100,00
Oriola-KD Holding Sverige AB, Sweden	100,00	100,00	100,00
Oriola AB, Sweden		100,00	100,00
Kronans Droghandel Apotek AB, Sweden		80,00	80,00
Oriola-KD Holding Russia Oy, Finland	100,00	100,00	100,00
OOO Oriola, Russia		100,00	100,00
OOO Vitim & Co, Russia		100,00	100,00
OOO 03 Apteka, Russia		100,00	100,00