

INTERIM REPORT 1 JANUARY – 30 JUNE 2014: STRONG DEMAND FOR SENSOR WAFERS GENERATED GOOD NET SALES GROWTH IN THE SECOND QUARTER

Unless otherwise stated, figures in parenthesis refer to the corresponding period in the previous year.

APRIL-JUNE IN BRIEF:

- Net sales amounted to 18.7 (17.0) million euro, up 9.8%.
- Silicon wafer shipments amounted to 17.9 (16.9) million euro, up 5.6%.
- Operating profit was 1.1 (2.0) million euro, corresponding to 6.1% (11.6%) of net sales.
- Profit for the period was 0.9 (1.4) million euro.
- Basic earnings per share was 0.05 (0.08) euro.
- Net cash flow from operations amounted to 1.9 (0.5) million euro.

JANUARY-JUNE IN BRIEF:

- Net sales amounted to 36.1 (33.4) million euro, up 8.0%.
- Silicon wafer shipments amounted to 35.4 (32.4) million euro, up 9.1%.
- Operating profit was 2.1 (3.3) million euro, corresponding to 5.7% (10.0%) of net sales.
- Profit for the period was 1.5 (2.6) million euro.
- Basic earnings per share was 0.09 (0.15) euro.
- Net cash flow from operations amounted to 2.6 (1.3) million euro.

Short-term outlook

The demand for semiconductors is expected to grow in year 2014. Also for the silicon wafer market, growth is expected in 2014. Following the growth in shipment volumes, the long decline in the value of the silicon wafer market is anticipated to end this year.

The demand for Okmetic's sensor and special wafers is estimated to grow year-over-year also during the second half of 2014. The price level of demanding sensor wafers is expected to remain fairly stable.

Prices of semiconductor wafers are being hit by the weakened Japanese yen, as the Japanese manufacturers hold a significant stake of the silicon wafer market. However, the demand is expected to pick up compared to 2013. In accordance with normal seasonal fluctuation, the demand for semiconductor wafers is strongest in the second and third quarters of the year.

Other business sales are not expected to materially differ from the low level of year 2013.

The company retains its existing guidance, according to which net sales and operating profit in 2014 are estimated to exceed the level of year 2013.

PRESIDENT KAI SEIKKU:

"Net sales in the second quarter were up by almost 10 percent compared to the corresponding period last year, as the positive sales trend continued in strategically important wafers used mainly in advanced sensor applications. The value of shipments of these high value-added

specialty products increased by almost 17 percent in the first half of the year, with SOI wafer sales reaching a record high. In contrast, sales of semiconductor wafers were down slightly due to a more fierce price competition.

Despite the increase in comparable profitability in silicon wafers, Okmetic's operating profit in January–June fell in comparison to 2013. Nearly half a million euro of the decrease in operating profit was accounted by changes in non-operating IFRS items compared to the corresponding period last year. The margin of polysilicon trading, reported under Other business, fell by slightly over a million euro from the first half of 2013. In addition, the profitability of the Allen plant was 0.3 million euro weaker than in the first half of 2013, due partly to inventory write-downs and equipment break-downs.

Okmetic's second-half result is expected to improve year-over-year.

Fixed costs were tightly managed. The company's working capital is being burdened by long-term polysilicon purchase contracts related to the solar cell business, where the operating conditions have changed. The expiration of these contracts at the end of 2015 will allow a reduction in working capital.

Roles within Okmetic's executive management group were rotated at the beginning of April, and the members with new positions have assumed their new roles and responsibilities. The company now has a leaner executive management group, reduced in size by one member with the goal of assigning more clearly defined responsibilities and enhancing the flow of information within the organisation.

Consolidation in the silicon wafer industry looks set to continue at an even faster pace as a result of the challenging market conditions. The industry has recently seen announcements of reductions in production capacity as well as of restructuring. Okmetic continues to follow its long-term strategy of focusing on high value-added 150 to 200 millimetre wafers."

KEY FIGURES

1,000 euro	1 Apr- 30 Jun, 2014	1 Apr- 30 Jun, 2013	1 Jan- 30 Jun, 2014	1 Jan- 30 Jun, 2013	1 Jan- 31 Dec, 2013
Net sales	18,700	17,035	36,105	33,438	68,516
Operating profit before depreciation (EBITDA)	2,779	3,378	5,325	6,103	10,905
Operating profit % of net sales	6.1	11.6	5.7	10.0	7.3
Profit for the period	890	1,361	1,531	2,579	3,842
Basic earnings per share, euro	0.05	0.08	0.09	0.15	0.23
Net cash flow from operating activities	1,932	519	2,565	1,330	9,726

Net interest-bearing liabilities	8,160	7,788	8,160	7,788	6,530
Equity ratio, %	66.6	69.7	66.6	69.7	68.2
Average number of personnel during the period	382	372	368	365	363

MARKETS

Customer industries sensor and semiconductor industry

Sensor industry

The increasing use of micro sensors in many consumer electronics products has accelerated sensor sales growth. In 2014, the sales value of sensor industry is estimated to grow by 5-11 percent, and annual growth of 6-13 percent is forecasted for the next few years. In terms of volume, sensor shipments are likely to clearly reach a new record in year 2014 too. (IHS, Yole)

Semiconductor industry

In January-May, the sales of the global semiconductor industry in US dollars grew by 10 percent from the corresponding period last year (SIA). For the whole year 2014, the growth estimates settle between 6.5 and 10 percent (WSTS, Semiconductor Intelligence, Cowan). Growth estimates for year 2015 settle between 3 and 9 percent (WSTS, Semiconductor Intelligence, Cowan, Digitimes, ICInsights), and the growth of the semiconductor market is expected to continue also in the following years (WSTS, IDC).

Silicon wafer market

According to the report of SMG, the group of silicon wafer suppliers in SEMI (a global umbrella organisation for semiconductor materials and equipment industry), the surface area of silicon wafer shipments calculated in square inches grew by 11 percent year-over-year in the first quarter of 2014. SMG has not yet published its second quarter figures. According to Okmetic's own estimate, the growth in the second quarter was at the same level as in the beginning of the year. Following the growth in shipment volumes, the long decline in the value of the silicon wafer market in US dollars is expected to end this year.

The key customer areas for Okmetic in the silicon wafer market

In line with its strategy, Okmetic seeks niches in the silicon wafer market, where growth exceeds market average and in which the company has special expertise. Okmetic supplies primarily 150mm and 200mm wafers. The sensor/MEMS industry is a key growth area for Okmetic. MEMS market grows as portable consumer products, automotive electronics, and industrial process control increase.

In the semiconductor market, Okmetic's growth areas include silicon wafers for the production of discrete and power semiconductors. In these wafer markets, areas for growth include, among others, components used in the production of renewable energy, increasing automotive electronics, portable consumer products, as well as different solutions related to power supply and efficiency improvement.

SALES

In January-June, Okmetic's net sales amounted to 36.1 (33.4) million euro. Net sales were up by 8.0% (down 19.2%) from the comparison period due to strong demand for sensor wafers. Net sales in the second quarter grew by 9.8 percent year-over-year and 7.4% from the first quarter. Okmetic's market share remained stable in product groups important to the company.

Sales per customer area

	1 Apr- 30 Jun, 2014	1 Apr- 30 Jun, 2013	1 Jan- 30 Jun, 2014	1 Jan- 30 Jun, 2013	1 Jan- 31 Dec, 2013
Sensor wafers	64%	58%	63%	59%	59%
Semiconductor wafers	33%	39%	34%	38%	37%
Other business	3%	3%	3%	3%	4%

Sound demand for sensor wafers continued, and the value of sensor wafer shipments grew by 16.7% percent in January-June from the corresponding period last year. Strong demand for the strategically important SOI wafers continued. The demand for sensor wafers is estimated to continue solid throughout the year 2014.

In January-June, the shipments of semiconductor wafers declined by 2.7 percent from the comparison period last year, as the good sales trend in the first quarter did not continue in the second quarter. However, the demand for semiconductor wafers is estimated to improve in the third quarter because of the seasonal fluctuation typical of the industry.

The value of Other business shipments was 0.9 (1.1) million euro in January-June.

Sales per market area

	1 Apr- 30 Jun, 2014	1 Apr- 30 Jun, 2013	1 Jan- 30 Jun, 2014	1 Jan- 30 Jun, 2013	1 Jan- 31 Dec, 2013
North America	39%	41%	38%	40%	42%
Europe	40%	42%	40%	39%	40%
Asia	21%	17%	22%	21%	18%

During the first half of the year, sales in Asia were up clearly due to excellent second quarter sales. Also in Europe sales continued to grow. Sales in North America grew only somewhat in January-June.

PROFITABILITY

April-June

In April-June, Okmetic's operating profit amounted to 1.1 (2.0) million euro, i.e. 6.1 (11.6) percent of net sales. Profit for the period amounted to 0.9 (1.4) million euro. Basic earnings per share was 0.05 (0.08) euro. Diluted earnings per share was 0.05 (0.08) euro.

January-June

In January-June, Okmetic's operating profit amounted to 2.1 (3.3) million euro, i.e. 5.7 (10.0) percent of net sales. The profitability of the Allen plant was 0.3 million euro weaker than in the first half of 2013, due partly to inventory write-downs and equipment break-downs. The margin of polysilicon trading, reported under Other business, fell by slightly over a million euro from the first half of 2013. In addition, nearly half a million euro of the decrease in operating profit was accounted by changes in IFRS items compared to the corresponding period last year. Profit for the period amounted to 1.5 (2.6) million euro. Basic earnings per share was 0.09 (0.15) euro. Diluted earnings per share was 0.08 (0.15) euro.

FINANCING

The company's financial position is solid. In January-June, net cash flow from operations amounted to 2.6 (1.3) million euro. The changes in working capital tied up in operations weakened cash flow from operations by 2.7 (7.0) million euro.

On 30 June 2014, the company's interest-bearing liabilities amounted to 17.5 (12.8) million euro. Okmetic issued a multi-issuer bond in June, which increased interest-bearing liabilities by five million euro. The maturity of the multi-issuer bond is five years. The financing is used for investments and general corporate purposes.

At the end of the reporting period, cash and cash equivalents amounted to 9.3 (5.0) million euro. On 30 June 2014, the company's net debt was 8.2 million euro (on 30 June 2013, net debt amounted to 7.8 million euro).

The group has ensured liquidity with committed credit facilities of 6.0 million euro. On 30 June 2014, 2.0 million euro of the committed credit facilities was in use. (On 30 June 2013, the committed credit facilities were fully unused.)

Return on equity amounted to 5.2 (8.4) percent. The company's equity ratio was 66.6 (69.7) percent. Equity per share was 3.52 (3.63) euro.

INVESTMENTS

In January-June, Okmetic's capital expenditure amounted to 2.0 (4.1) million euro. The investments were mainly for increasing capacity for 200 mm wafers at the Vantaa plant.

PRODUCT DEVELOPMENT

In January-June, the company expensed 1.2 (1.2) million euro in product development projects, corresponding to 3.5 (3.5) percent of net sales. Product development costs have not been capitalised. Emphasis in product development was on engineered products. Focus areas include broadening the SOI product family, improving capability in 200mm wafers as well as developing crystal growing to enhance capability in high and low resistivity products.

PERSONNEL

On average, Okmetic employed 368 (365) people in January-June. At the end of the period, Okmetic had 393 (379) employees, of which 348 worked in Finland, 39 in the US, five in Japan, and one in Hong Kong.

CORPORATE GOVERNANCE

Okmetic Oyj's annual general meeting, which was held on 9 April 2014, adopted the annual accounts and the consolidated annual accounts for 2013 and discharged the company's management from liability. It was decided that no dividend shall be distributed for the financial year 2013. In addition, the annual general meeting authorised the board to decide on the repurchase and/or the acceptance as pledge of the company's own shares as well as on the issuance of shares, the transfer of the company's own shares, and the issuance of special rights entitling to shares.

It was decided that there would be five members on the company's board of directors. Mr. Hannu Martola, Ms. Mervi Paulasto-Kröckel, Mr. Mikko Puolakka and Mr. Henri Österlund were re-elected as members of the board of directors, and Mr. Jan Lång was elected as a new member of the board. The board of directors elected Henri Österlund as its chairman and Jan Lång as its vice chairman in its organising meeting held immediately after the annual general meeting.

Authorised Public Accountant PricewaterhouseCoopers Oy was elected as auditor, with APA Mikko Nieminen having the principal responsibility.

Authorisations given to the board of directors and other decisions of the annual general meeting were disclosed in a stock exchange release published on 9 April 2014.

BUSINESS RISKS

There have been no significant changes in the company's near future business risks and uncertainties.

Okmetic's business is confronted by risks, which may arise from the company's operations or changes in its operating environment. Risks that, if materialized, can have an adverse effect on the company's operations and valuation are described below.

Okmetic's silicon wafer sales are targeted at the sensor and semiconductor producers in the electronics industry. The demand for semiconductor wafers is sensitive to economic fluctuations, and changes in the market situation can be sudden and dramatic. The demand for sensor wafers is more stable. The proliferation of sensors in consumer electronics applications may, however, increase the susceptibility of this market too to economic fluctuations.

Okmetic has existing polysilicon purchasing obligations partly until the end of 2015. Since the price level of the solar cell market has dropped, the validity of long-term polysilicon purchase contracts typical of the industry may cause a price risk.

Okmetic's share of the global silicon wafer market is around one percent, and the market prices have a notable effect on the price development of Okmetic's products. The company has

considerable pricing power only in its own special products. The pricing of other wafers is largely based on global market price.

Okmetic operates globally, and therefore the company's business is affected by risks due to exchange rate fluctuations, consisting of cash flows from purchases and sales. A significant part of sales is conducted in US dollars. Despite hedging, the company remains exposed to exchange rate fluctuations.

Substantial amounts of electricity are used in Okmetic's production. Despite hedging, the company is exposed to fluctuations in the price of electricity.

SHARES AND SHAREHOLDERS

On 30 June 2014, Okmetic Oyj's paid-up share capital, as entered in the Finnish Trade Register, was 11,821,250 euro. The number of shares was 17,287,500. The shares have no nominal value attached. Each share entitles to one vote at general meetings. The company has one class of shares. The company's shares are included in the Finnish book-entry system.

Major shareholders on
30 June 2014

	Shares, pcs	Share, %
Ilmarinen Mutual Pension Insurance Company	1,004,985	5.8
Oy Ingman Finance Ab	870,000	5.0
Mandatum Life Insurance Company Limited	800,000	4.6
The State Pension Fund	600,000	3.5
Nordea Nordic Small Cap Fund	528,810	3.1
Varma Mutual Pension Insurance Company	477,175	2.8
Okmetic Oyj *)	416,763	2.4
Etra-Invest Oy Ab	400,000	2.3
Investment Fund		
Taalritehdas Arvo Markka Osake	300,100	1.7
Nordea Finland Small Cap Fund	250,095	1.5
Foreign investors and nominee accounts held by custodian banks	2,885,195	16.7
Other	8,754,377	50.6
Total	17,287,500	100.0

*)Of Okmetic Oyj's shares, 400,000 pcs are owned through Okmetic Management Oy.

SHARE PRICE PERFORMANCE AND TRADING

A total of 2.1 (1.6) million shares were traded between 1 January and 30 June 2014, representing 12.4 (9.3) percent of the weighted average of share total of 17.3 (17.3) million

during the period. The lowest quotation during the period was 4.38 (4.25) euro, and the highest 5.25 (5.15) euro, with the average trading price being 4.68 (4.67) euro. The closing quotation for the period on 30 June 2013 was 4.60 (4.70) euro. At the end of the period, the market capitalisation amounted to 79.5 (81.3) million euro.

OWN SHARES AND DIRECTED SHARE ISSUES

In a directed share issue on 16 January 2014, Okmetic Oyj transferred a total of 150,000 own shares held by the company to President Kai Seikku (140,000 shares) and Deputy to the President of that time, Mikko Montonen (10,000 shares). Subscription price per share was determined using the average trading price of the company's share weighted by trading volume in NASDAQ OMX Helsinki Oy on 16 January 2014, and was 4.9969 euro.

On 13 February 2014, Okmetic Oyj's board of directors announced of its decision to transfer a total of 11,919 own shares held by the company as a part of the company's share-based incentive scheme for the executive management group, of which the company gave a stock exchange release on 12 February 2013.

According to the decision of the annual general meeting, Okmetic Oyj transferred a total of 15,441 shares to the board members as payment of the annual remuneration on 9 May 2014.

At the end of the reporting period Okmetic held 416 763 (194 123) own shares, corresponding to approximately 2.4 (1.1) percent of all Okmetic shares and votes.

OTHER EVENTS IN THE INTERIM PERIOD

On 15 January 2014, the board of directors decided to dissolve the ownership arrangement of Okmetic Management Oy, owned by President Kai Seikku and Deputy to the President of that time, Mikko Montonen, with an arrangement in which Okmetic Oyj acquired the entire share capital of Okmetic Management Oy. Also 400,000 shares of Okmetic Oyj were transferred to the group via Okmetic Management Oy, as well as a loan receivable of Okmetic Oyj from Okmetic Management Oy. The value of the arrangement for the part of shares owned by Okmetic Management Oy was determined using the average trading price weighted by trading volume of the company's share in NASDAQ OMX Helsinki Oy on 16 January 2014, 4.9969 euro. There were no shareholders of Okmetic Management Oy in the board of directors of Okmetic Oyj.

Mikko Montonen, Executive Vice President, Customers and Markets, Deputy to the President, resigned from Okmetic on 26 February 2014 to assume a new position with another company. Mr. Montonen's management responsibilities at Okmetic ended on 6 April 2014.

Anna-Riikka Vuorikari-Antikainen, then Senior Vice President, Products, was appointed Senior Vice President, Customers and Markets from 7 April 2014. Ms. Vuorikari-Antikainen is also responsible for customer support.

Atte Haapalinna, then Senior Vice President, Customer Support, was appointed Senior Vice President, Products from 7 April 2014.

CONDENSED FINANCIAL STATEMENTS AND TABLES 1 JANUARY – 30 JUNE 2014
(unaudited)

ACCOUNTING POLICIES

These interim financial statements have been prepared in accordance with IAS 34, Interim Financial Reporting.

In preparing these interim financial statements, Okmetic has followed the same accounting policies as in the financial statements for 2013 except for the effect of changes required by the adoption of certain new or revised standards and interpretations as of 1 January 2014, which have been described in financial statements 2013. The adoption of the new and revised standards and interpretations has not had an effect on the figures presented from the reporting period.

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

1,000 euro	1 Apr- 30 Jun, 2014	1 Apr- 30 Jun, 2013	1 Jan- 30 Jun, 2014	1 Jan- 30 Jun, 2013	1 Jan- 31 Dec, 2013
Net sales	18,700	17,035	36,105	33,438	68,516
Cost of sales	-15,084	-12,824	-29,156	-25,942	-54,918
Gross profit	3,616	4,211	6,949	7,496	13,598
Other income and expenses	-2,479	-2,240	-4,884	-4,151	-8,567
Operating profit	1,137	1,971	2,065	3,345	5,031
Financial income and expenses	-41	-159	-77	-256	-630
Profit before tax	1,096	1,812	1,988	3,089	4,401
Income tax	-207	-450	-457	-509	-559
Profit for the period	890	1,361	1,531	2,579	3,842
Other comprehensive income: Items that may be reclassified to profit or loss in subsequent periods					
Cash flow hedges	21	-69	1	-116	-58
Translation differences	13	-20	9	296	-60
Other comprehensive income for the					

period, net of tax	34	-89	11	180	-118
Total comprehensive income for the period	924	1,273	1,541	2,760	3,724
Profit for the period attributable to:					
Equity holders of the parent company	890	1,361	1,531	2,579	3,842
Total comprehensive income attributable to:					
Equity holders of the parent company	924	1,273	1,541	2,760	3,724
Basic earnings per share, euro	0.05	0.08	0.09	0.15	0.23
Diluted earnings per share, euro	0.05	0.08	0.08	0.15	0.22

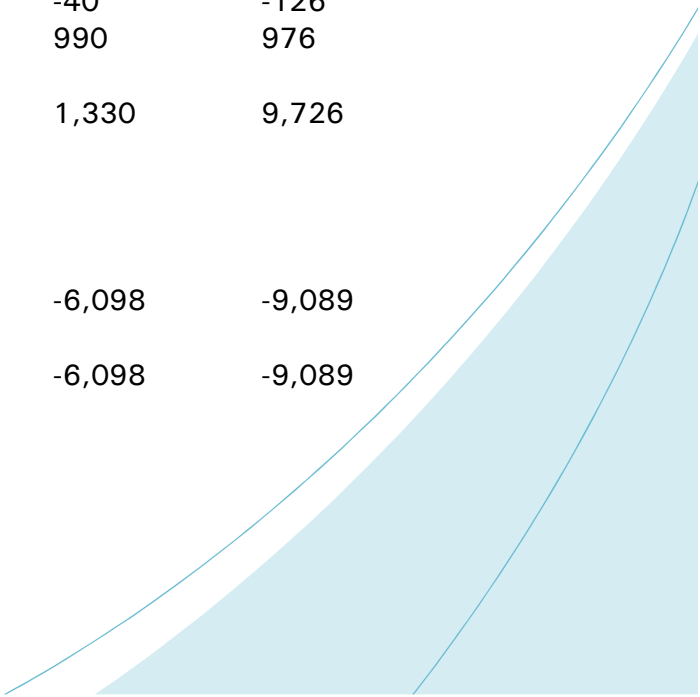
CONDENSED CONSOLIDATED BALANCE SHEET

1,000 euro	30 Jun, 2014	30 Jun, 2013	31 Dec, 2013
Assets			
Non-current assets			
Property, plant and equipment	44,183	44,950	45,295
Intangible assets	822	817	897
Other receivables	1,031	2,415	1,419
Total non-current assets	46,036	48,182	47,611
Current assets			
Inventories	17,811	17,663	16,634

Receivables	16,679	16,123	14,572
Cash and cash equivalents	9,320	5,034	5,214
Total current assets	43,809	38,820	36,420
Total assets	89,845	87,002	84,031
Equity and liabilities			
Equity			
Equity attributable to equity holders of the parent company			
Share capital	11,821	11,821	11,821
Other equity	47,566	48,810	45,451
Total equity	59,387	60,631	57,273
Liabilities			
Non-current liabilities	14,441	13,154	10,533
Current liabilities	16,017	13,217	16,226
Total liabilities	30,458	26,371	26,759
Total equity and liabilities	89,845	87,002	84,031

CONDENSED CONSOLIDATED CASH FLOW STATEMENT

1,000 euro	1 Jan- 30 Jun, 2014	1 Jan- 30 Jun, 2013	1 Jan- 31 Dec, 2013
Cash flows from operating activities:			
Profit before tax	1,988	3,089	4,401
Adjustments	3,308	4,243	6,566
Change in working capital	-2,687	-6,951	-2,091
Financial items	-111	-40	-126
Tax paid	67	990	976
Net cash from operating activities	2,565	1,330	9,726
Cash flows from investing activities:			
Purchases of property, plant and equipment	-2,901	-6,098	-9,089
Net cash used in investing activities	-2,901	-6,098	-9,089
Cash flows from financing activities:			



Proceeds from long-term borrowings	5,000	10,000	10,000
Proceeds of short term borrowings	4,000	23	1,024
Payments of long-term borrowings	-1,000	-	-1,000
Payments of short term borrowings	-2,024	-3,000	-4,043
Payments of finance lease liabilities	-280	-225	-478
Other items	36	10	10
Dividends paid	-578	-4,170	-6,763
Capital repayment	-	-	-1,169
Share issue	750	-	-
Acquisition of Okmetic Management Oy's share capital	-1,516	-	-
Net cash used in financing activities	4,387	2,628	-2,419
Increase (+) / decrease (-) in cash and cash equivalents	4,051	-2,139	-1,782
Exchange rate changes	54	-115	-292
Cash and cash equivalents at the beginning of the period	5,214	7,288	7,288
Cash and cash equivalents at the end of the period	9,320	5,034	5,214

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Equity attributable to equity holders of parent company					Total
	Share capital	Share premium	Reserve for invested un-restricted equity	Other re-serves 1)	Retained earnings	
1,000 euro						
Balance at 31 Dec, 2013	11,821	20,045	3	1,756	23,647	57,273
Profit for the period					1,531	1,531
Other comprehensive income, net of tax:						

Cash flow hedges				1			1
Translation differences				9			9
Total comprehensive income for the period				11		1,531	1,541
Share issue			750				750
Share-based payments						180	180
Acquisition of non-controlling interest						-357	-357
Balance at 30 Jun, 2014	11,821	20,045	753	1,766		25,001	59,387
Balance at 31 Dec, 2012	11,821	20,045	1,200	1,874		26,919	61,860
Profit for the period						2,579	2,579
Other comprehensive income, net of tax:							
Cash flow hedges				-116			-116
Translation differences				296			296
Total comprehensive income for the period				180		2,579	2,760
Share-based payments						181	181
Dividends distributed						-4,170	-4,170
Balance at 30 Jun, 2013	11,821	20,045	1,200	2,054		25,510	60,631

1) "Other reserves" contains hedge reserve and translation differences.

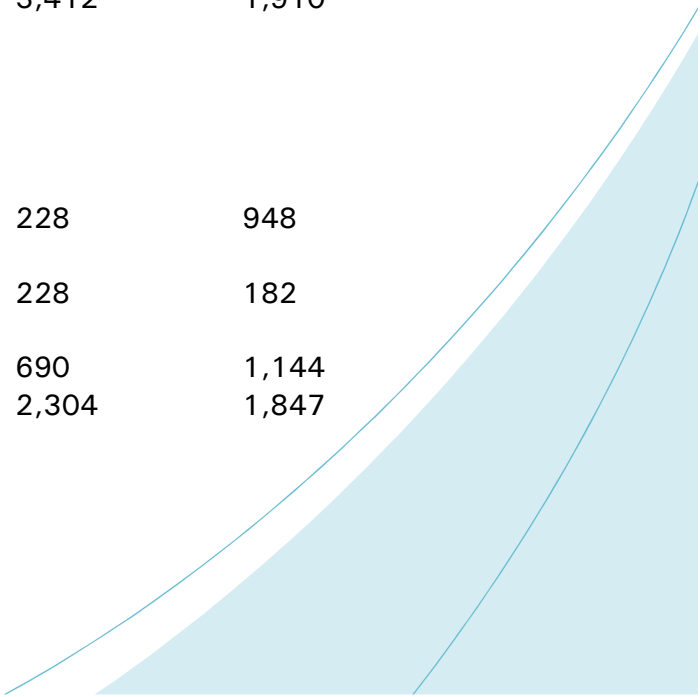
Acquisition of shares of Okmetic Management Oy is treated as acquisition of non-controlling interest.

CHANGES IN PROPERTY, PLANT AND EQUIPMENT

1,000 euro	1 Jan- 30 Jun, 2014	1 Jan- 30 Jun, 2013	1 Jan- 30 Dec, 2013
Carrying amount at the beginning of the period	45,295	43,433	43,433
Additions	1,955	4,135	7,648
Disposals	-	-	-9
Depreciation	-3,098	-2,632	-5,623
Exchange differences	32	14	-154
Carrying amount at the end of the period	44,183	44,950	45,295

COMMITMENTS AND CONTINGENCIES

1,000 euro	30 Jun, 2014	30 Jun, 2013	31 Dec, 2013
Loans, secured with collaterals	9,000	11,000	10,000
Collaterals	17,128	17,128	17,128
Off-balance sheet lease commitments	344	433	395
Capital commitments	1,762	3,412	1,910
Nominal values of derivative contracts			
Currency options, call	436	228	948
Currency options, put	142	228	182
Currency forward agreements	1,416	690	1,144
Electricity derivatives	1,465	2,304	1,847
Fair values of			



derivative contracts			
Currency options, call	3	1	12
Currency options, put	-4	-1	-1
Currency forward agreements			
	-12	2	20
Electricity derivatives	-294	-326	-350

The contract price of the derivatives has been used as the nominal value of the underlying asset.

HIERARCHY LEVELS OF DERIVATIVE CONTRACTS MEASURED AT FAIR VALUE

1,000 euroa	30 Jun, 2014			30 Jun, 2013		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets						
Derivative financial instruments	-	60	-	-	72	-
Financial liabilities						
Derivative financial instruments	-	367	-	-	396	-

Fair value estimation

The group's financial instruments that are measured at fair value comprise derivatives used for hedging and held for trading, and they are classified on hierarchy level 2.

Fair values of level 2 instruments are based on other data than quoted prices in active markets, but on data from which the asset is observable, either directly (i.e. price) or indirectly (i.e. derived from the prices).

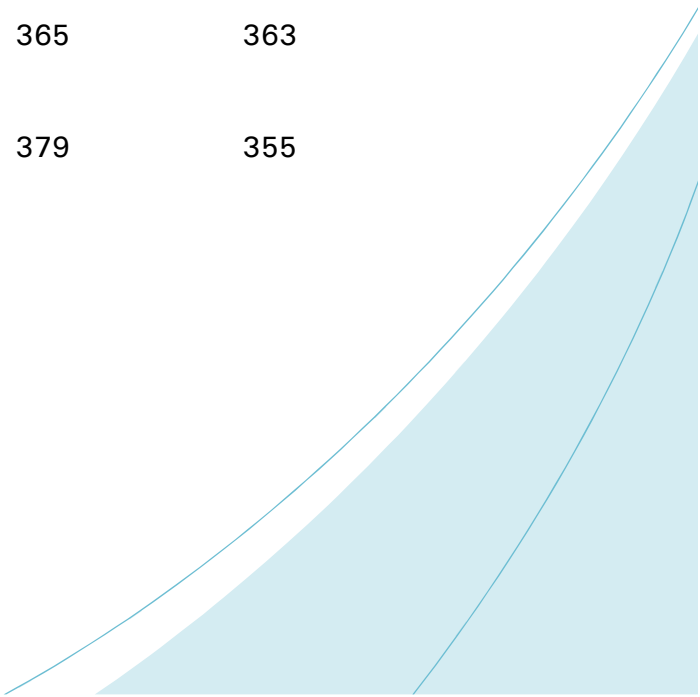
Fair value determination

The fair values of currency derivatives are determined by using mark-to-market method at the reporting date.

The fair values of electricity derivatives are determined on the basis of market quotations and contract prices of the instruments at the reporting date.

KEY FIGURES SHOWING FINANCIAL PERFORMANCE

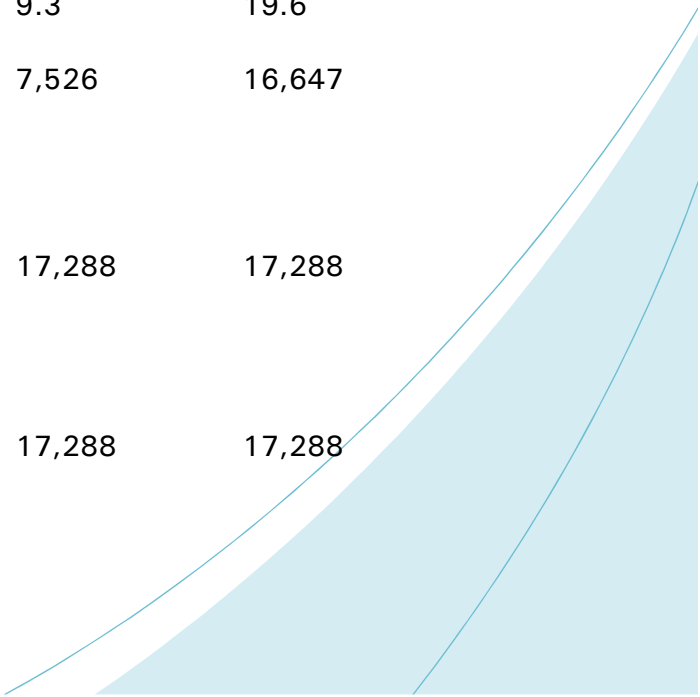
1,000 euroa	1 Jan- 30 Jun, 2014	1 Jan- 30 Jun, 2013	1 Jan- 31 Dec, 2013
Net sales	36,105	33,438	68,516
Change in net sales compared to the previous year's period, %	8.0	-19.2	-17.5
Export and foreign operations share of net sales, %	91.7	91.3	91.8
Operating profit before depreciation (EBITDA)	5,325	6,103	10,905
% of net sales	14.7	18.3	15.9
Operating profit	2,065	3,345	5,031
% of net sales	5.7	10.0	7.3
Profit before tax	1,988	3,089	4,401
% of net sales	5.5	9.2	6.4
Return on equity, %	5.2	8.4	6.4
Return on investment, %	5.7	8.6	6.7
Non-interest-bearing liabilities	12,978	13,550	15,014
Net interest-bearing liabilities	8,160	7,788	6,530
Net gearing ratio, %	13.7	12.8	11.4
Equity ratio, %	66.6	69.7	68.2
Capital expenditure	1,955	4,135	7,648
% of net sales	5.4	12.4	11.2
Depreciation	3,260	2,758	5,874
Research and development expenditure	1,249	1,155	2,779
% of net sales	3.5	3.5	4.1
Average number of personnel during the period	368	365	363
Personnel at the end of the period	393	379	355



KEY FIGURES PER SHARE

When calculating equity per share, Okmetic's own shares and Okmetic shares owned by Okmetic Management Oy are deducted from the total number of shares.

Euro	30 Jun, 2014	30 Jun, 2013	31 Dec, 2013
Basic earnings per share	0.09	0.15	0.23
Diluted earnings per share	0.08	0.15	0.22
Equity per share	3.52	3.63	3.43
Capital repayment per share	-	-	0.07
Dividend per share	-	-	-
Dividends/earnings, %	-	-	-
Effective dividend yield, %	-	-	-
Price/earnings(P/E)	-	-	20.9
Share performance (1.1.-)			
Average trading price	4.68	4.67	4.92
Lowest trading price	4.38	4.25	4.25
Highest trading price	5.25	5.15	5.66
Trading price at the end of the period	4.60	4.70	4.82
Market capitalisation at the end of the period, 1,000 euro	79,522	81,251	83,326
Trading volume (1 Jan-)			
Trading volume, transactions, 1,000 pcs In relation to weighted average number of shares, %	2,139 12.4	1,611 9.3	3,382 19.6
Trading volume, 1,000 euro	10,050	7,526	16,647
The weighted average number of shares during the period under review adjusted by the share issue, 1,000 pcs	17,288	17,288	17,288
The number of shares at the end of the period adjusted by the share issue, 1,000 pcs	17,288	17,288	17,288



QUARTERLY KEY FIGURES

1,000 euro	10-12/ 2014	7-9/ 2014	4-6/ 2014	1-3/ 2014
Net sales			18,700	17,405
Compared to previous quarter, %			7.4	3.4
Compared to corresponding period last year, %			9.8	6.1
Operating profit			1,137	928
% of net sales			6.1	5.3
Profit before tax			1,096	892
% of net sales			5.9	5.1
Net cash flow generated from:				
Operating activities			1,932	632
Investing activities			-1,263	-1,637
Financing activities			4,859	-472
Increase/decrease in cash and cash equivalents			5,528	-1,477
Personnel at the end of the period			393	354
1,000 euro	10-12/ 2013	7-9/ 2013	4-6/ 2013	1-3/ 2013
Net sales	16,837	18,242	17,035	16,403
Compared to previous quarter, %	-7.7	7.1	3.9	-20.7
Compared to corresponding period last year, %	-18.6	-13.2	-24.2	-13.2
Operating profit	263	1,423	1,971	1,373
% of net sales	1.6	7.8	11.6	8.4
Profit before tax	32	1,280	1,812	1,277
% of net sales	0.2	7.0	10.6	7.8
Net cash flow generated from:				
Operating activities	4,915	3,481	519	811
Investing activities	-1,304	-1,687	-1,966	-4,131
Financing activities	-3,892	-1,155	-7,276	9,904
Increase/decrease in cash and cash equivalents	-281	639	-8,724	6,585
Personnel at the end of the period	355	356	379	354

DEFINITIONS OF KEY FINANCIAL FIGURES

Operating profit before depreciation (EBITDA)	= Operating profit + depreciation
Return on equity (ROE), %	= $\frac{\text{Profit/loss for the period} \times 100}{\text{Equity(Average for the period)}}$
Return on investment (ROI), %	= $\frac{(\text{Profit/loss before tax} + \text{interest and other financial expenses}) \times 100}{\text{Balance sheet total} - \text{non-interest bearing liabilities(average for the period)}}$
Equity ratio, %	= $\frac{\text{Equity} \times 100}{\text{Balance sheet total} - \text{advances received}}$
Net interest-bearing liabilities	= Interest-bearing liabilities – cash and cash equivalents
Net gearing ratio, %	= $\frac{(\text{Interest-bearing liabilities} - \text{cash and cash equivalents}) \times 100}{\text{Equity}}$
Earnings per share	= $\frac{\text{Profit/loss for the period attributable to equity holders of the parent company}}{\text{Adjusted weighted average number of shares in issue during the period}}$
Equity per share	= $\frac{\text{Equity attributable to equity holders of the parent company}}{\text{Adjusted number of shares at the end of the period}}$
Dividend per share	= $\frac{\text{Dividend for the period}}{\text{Adjusted number of shares at the end of the period}}$
Effective dividend yield, %	= $\frac{\text{Dividend per share} \times 100}{\text{Trading price at the end of the period}}$
Price/earnings ratio (P/E)	= $\frac{\text{Last adjusted trading price at the end of the period}}{\text{Earnings per share}}$
Average trading price	= $\frac{\text{Total traded amount in euro}}{\text{Adjusted number of shares traded during the period}}$

Market capitalisation at the end of the period	= Number of shares at the end of the period x trading price at the end of the period
Trading volume	= $\frac{\text{Number of shares traded during the period}}{\text{Weighted average number of shares during the period}}$

All figures of the financial tables are rounded, and consequently the sum of individual figures can deviate from the presented sum figure.

The future estimates and forecasts in this interim report are based on the company management's current knowledge. Actual events and results may differ from the estimates presented here.

OKMETIC'S INTERIM REPORT 1 JANUARY – 30 SEPTEMBER 2014

Okmetic will publish its third quarter results on 23 October 2014.

OKMETIC OYJ

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NASDAQ OMX Helsinki
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OKMETIC IN BRIEF

Okmetic is a technology company which supplies tailor-made silicon wafers for sensor and semiconductor industries and sells its technological expertise. Okmetic provides its customers with solutions that boost their competitiveness and profitability.

Okmetic's silicon wafers are part of a further processing chain that produces end products that improve human interaction and quality of life. Okmetic's products are based on high-tech expertise that generates added value for customers, innovative product development and an extremely efficient production process.

Okmetic has a global customer base and sales network, production plants in Finland and the US and contract manufacturers in Japan and China. Okmetic's shares are listed on NASDAQ OMX Helsinki under the code OKM1V. For more information on the company, please visit our website at www.okmetic.com.