



INTERIM REPORT | January 1 – June 30, 2016
July 27, 2016

RAUTE CORPORATION – INTERIM REPORT JANUARY 1 – JUNE 30, 2016

- The Group's net sales, EUR 53.7 million (MEUR 56.4), declined 5 percent on the comparison period. The order intake was EUR 28 million (MEUR 115).
- Operating profit was EUR 2.9 million (MEUR 3.4). The result before taxes was EUR 2.8 million (MEUR 3.5).
- Earnings per share were EUR 0.51 (EUR 0.70).
- Net sales for the second quarter were EUR 27.3 million and operating profit was EUR 1.5 million positive. Order intake, at EUR 16 million, was extremely low. Also the order book at the end of the reporting period was low at EUR 32 million.
- The outlook for financial performance remains unchanged. Raute's net sales and operating profit for 2016 are expected to remain at the same level as in 2015.

TAPANI KIISKI, PRESIDENT AND CEO: A MAJOR NEW ORDER CAME INTO FORCE IN JULY

In the second quarter, our net sales and operating profit continued to develop as predicted. They corresponded with our order book and order intake. We have every reason to be satisfied with the implementation of projects. There were no surprises.

The economic situation and demand continued at the same level as in previous quarters. According to my assessment, demand has remained relatively good among our customers. A clear indication of this is the level of activity in our spare parts sales. The exceptional market situation that I already presented in our Q1 report has, however, continued. Many of our customers are actively planning even major investments. The level of activity with regard to quotations and negotiations is exceptionally high. Despite this, very few new investment projects are being started up. The volume of order intake was a clear disappointment to us, also in the second quarter.

Our order book fell by the end of the second quarter to a level low enough to cause some concern. The situation has now changed, as expected, during July due to the major new orders that we have received.

The UK's likely departure from the EU, based on the Brexit referendum result, will probably not have a direct impact on Raute's business. Raute's solutions do not have any major customer industries in the UK. The country does, however, have a large wood construction market, on the European scale, and thus the slowing down of the economy may have an impact on customers operating elsewhere. I do not, however, believe in major long-term effects either.

Our current order book and projects which are on the final straight of negotiations will enable us to reach last year's level both in terms of net sales and operating profit, as estimated earlier. The strengthening of the order book was, however, delayed to the very last minute, which means that the rest of the year will be extremely uneven with regard to both net sales and the accumulation of operating profit. Nevertheless, I believe that our delivery ability, proven in earlier years, will be up to achieving the required final sprint and the result we predicted. This will call for successful work from both us and our partners.

SECOND QUARTER OF 2016

Order intake and order book

The order intake in the second quarter, EUR 16 million (MEUR 31), was at an extremely low level. Technology services accounted for EUR 9 million (MEUR 9) of the order intake.

The order book declined during the second quarter, amounting to EUR 32 million at the end of the period (MEUR 100).

Net sales

Second-quarter net sales amounted to EUR 27.3 million (MEUR 31.8). Technology services accounted for 37 percent of the Group's total net sales (37%).

Result and profitability

Operating profit in the second quarter was EUR 1.5 million positive (MEUR 2.2 positive) and accounted for 6 percent (7%) of net sales. The result was EUR 1.2 million positive (MEUR 1.7 positive), and earnings per share were EUR +0.29 (EUR +0.43).

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BUSINESS ENVIRONMENT

Market situation in customer industries

Raute's customers in the plywood and LVL (Laminated Veneer Lumber) industries are engaged in the manufacturing of wood products used in investment projects and are thus highly affected by fluctuations in construction, housing-related consumption, international trade, and transportation.

The situation in the global economy and the financial markets in the early months of 2016 did not change considerably with respect to Raute or Raute's customer base.

Europe's economy has continued to strengthen slightly. Russia's economy continues to be weak although the first signs of stabilization and improvement have been detected. China's measures to strengthen its economy have still not materialized as increased investments among Raute's customers. The domestic markets of major South American countries were weak. In part due to weaker currencies, Chilean and Brazilian plywood manufacturers have increased their exports to Europe and North America, which will tighten competition in these markets.

Construction activity has remained at a low level in all market areas, including North America, where the economy in general continues its positive growth and construction shows signs of steady recovery. Due to the market situation described above, Raute's customers' order books have remained short, which has not made for an attractive environment for implementing investments.

Demand for wood products technology and technology services

The demand for Raute's technology and services was conflicting during the period under review. Invitations to tender for proj-

ects and even active negotiations were relatively high in number, but very few of these translated into decisions and orders. Negotiations for several mill-scale projects continued actively and have led to the starting up of projects soon after the end of the reporting period. Demand for spare parts and services remained at a good level.

ORDER INTAKE AND ORDER BOOK

Raute serves the wood products industry with a full-service concept based on service that encompasses the entire life cycle of the delivered equipment. Raute's business consists of project deliveries and technology services. Project deliveries encompass projects from individual machine or production line deliveries to deliveries of all the machines and equipment belonging to a mill's production process. Additionally, Raute's full-service concept includes comprehensive technology services ranging from spare parts deliveries to regular maintenance and equipment modernizations, as well as consulting, training and reconditioned machinery.

The order intake during the reporting period, EUR 28 million (MEUR 115), was extremely low. Of the new orders, 39 percent came from Europe (77%), 21 percent from North America (10%), 29 percent from Russia (6%), 7 percent from South America (3%) and 4 percent from Asia-Pacific (4%). The second quarter accounted for EUR 16 million of the order intake.

Order intake in technology services amounted to EUR 19 million (MEUR 19), 1 percent down from the comparison period, due to the low number of investment-type modernization orders.

The order book weakened during the second quarter by EUR 12 million, amounting to EUR 32 million at the end of the period (MEUR 100). The order book at the end of the reporting period was at a low level due to the low order intake. At the comparison date June 30, 2015, the order book was at a record high level due to the high order intake volume in the corresponding period in 2015.

COMPETITIVE POSITION

Raute's competitive position has remained unchanged and is good. Raute's solutions help customers in securing their delivery and service capabilities throughout the life cycle of the production process or its part. In such investments, the supplier's overall expertise and extensive and diverse technology offering play a key role. The competitive edge provided by Raute plays a major role when customers select their cooperation partners. Raute's strong financial position and long-term dedication to serving selected customer industries also enhance its credibility and improve its competitive position as a company that carries out long-term investment projects.

NET SALES

Net sales for the reporting period, EUR 53.7 million (MEUR 56.4), fell 5 percent on the comparison period.

Of the total net sales for the reporting period, Europe accounted for 63 percent (63%), North America for 15 percent (12%), Russia for 15 percent (10%), Asia-Pacific for 5 percent (5%), and South America for 3 percent (10%).

Technology services accounted for 35 percent (39%) and EUR 19 million (MEUR 22) of the Group's total net sales during the period. Net sales for technology services decreased 14 percent over the comparison period due to the low number of new modernization orders.

RESULT AND PROFITABILITY

Operating profit for the reporting period was EUR 2.9 million positive (MEUR 3.4 positive) and accounted for 5 percent of net sales (6%). Other operating income for the reporting period includes project-business-related insurance compensation of EUR 0.9 million received in the first quarter.

The result before taxes for the reporting period was EUR 2.8 million positive (MEUR 3.5 positive). The result for the reporting period was EUR 2.1 million positive (MEUR 2.8 positive). Earnings per share (undiluted) were EUR 0.51 (EUR 0.70).

CASH FLOW AND BALANCE SHEET

The Group's financial position remained good. At the end of the reporting period, gearing was 17 percent (-46%) and the equity ratio 59 percent (56%). Fluctuations in balance sheet working capital items and the key figures based on them are due to differences in the timing of customer payments and the cost accumulation from project deliveries, which is typical of the project business.

The Group's cash and cash equivalents amounted to EUR 1.6 million (MEUR 13.8) at the end of the reporting period. Operating cash flow was EUR 5.4 million negative (MEUR 12.8 positive). Cash flow from investment activities was EUR 1.6 million negative (MEUR 0.7 negative). Cash flow from financing activities was EUR 2.1 million positive (MEUR 2.8 negative), including dividend payments of EUR 3.3 million and debt repayments of EUR 0.6 million. A total of EUR 5.6 million in short-term loans was drawn down to finance working capital items.

Interest-bearing liabilities amounted to EUR 6.4 million (MEUR 2.2) at the end of the reporting period.

The parent company Raute Corporation has a EUR 10 million commercial paper program, which allows the company to issue commercial papers maturing in less than one year.

The parent company Raute Corporation is prepared for future working capital needs and has long-term credit facility agreements with three Nordic banks totaling EUR 23.0 million. The main covenants for the credit facility are an equity ratio of >30% and gearing of <100%. Of the credit facilities, EUR 18 million remained unused at the end of the reporting period.

EVENTS DURING THE REPORTING PERIOD

Raute Corporation published stock exchange releases on the following events:

- January 18, 2016 Advance information on Raute Group's 2015 net sales and operating profit
- March 31, 2016 Decisions of Raute's Annual General Meeting
- June 3, 2016 Notification pursuant to the Finnish Securities Markets Act, Chapter 9, Section 5 (flagging notification)

RESEARCH AND DEVELOPMENT COSTS AND CAPITAL EXPENDITURE

Raute is a leading technology supplier for the plywood and LVL industries and focuses strongly on the development of increasingly efficient, productive and environmentally friendly manufacturing technology and supporting measurement and machine vision applications. Opportunities provided by digitalization are also an essential part of R&D activities.

Research and development costs in the reporting period amounted to EUR 1.6 million (MEUR 1.0), representing 2.9 percent of net sales (1.8%).

Capital expenditure during the period came to EUR 1.7 million (MEUR 0.5) and accounted for 3.1 percent (0.9%) of net sales.

The clearly higher level of both research and development costs and investments results from the timing of projects and the use of resources during a falling order book. The difference compared to the previous year will level out during the second half of the year.

PERSONNEL

During the reporting period, the Group's personnel grew by 4 people, numbering 650 (640) at the end of the reporting period. Group companies outside Finland accounted for 29 percent (31%) of employees.

Converted to full-time employees ("effective headcount"), the average number of employees was 632 (599) during the reporting period.

SHARES

The number of Raute Corporation's shares at the end of the reporting period totaled 4,162,578, of which 991,161 were series K shares (ordinary share, 20 votes/share) and 3,171,417 series A shares (1 vote/share). Series K and A shares confer equal rights to dividends and company assets.

Series K shares can be converted to series A shares under the terms set out in section 3 of the Articles of Association. If an ordinary share is transferred to a new owner who has not previously held series K shares, the new owner must notify the Board

of Directors of this in writing and without delay. Other holders of series K shares have the right to redeem the share under the terms specified in Article 4 of the Articles of Association.

Raute Corporation's series A shares are listed on Nasdaq Helsinki Ltd. The trading code is RUTAV. Raute Corporation has signed a market making agreement with Nordea Bank Finland Plc in compliance with the Liquidity Providing (LP) requirements issued by Nasdaq Helsinki Ltd.

The company's market capitalization at the end of the reporting period was EUR 54.5 million (MEUR 48.2), with series K shares valued at the closing price of series A shares on June 30, 2016, i.e. EUR 13.10 (EUR 11.95).

STOCK OPTIONS

At the end of the reporting period, altogether 31,900 of the company's series B 2010 stock options and 35,280 series C stock options were unexercised. The subscription period for Raute Corporation's series A stock options ended on March 1, 2016.

Raute Corporation's series B 2010 stock options are listed on Nasdaq Helsinki Ltd under the trading code RUTAVEW210 and series C 2010 stock options under the trading code RUTAVEW310. The subscription period for series B stock options is March 1, 2014 to March 31, 2017 and the subscription period for series C stock options is March 1, 2015 to March 31, 2018. The respective subscription prices were EUR 7.13 and EUR 6.00 and the closing prices at the end of the reporting period were EUR 4.50 and EUR 5.80.

REMUNERATION

The Group has remuneration systems in place that cover the entire personnel.

Share-based incentive plan 2014–2018

The Group has a valid long-term share-based incentive plan based on performance for the years 2014–2018. The plan includes three separate share plans commencing in 2014, 2015 and 2016. Each plan will span three years. Any share-based reward accrued through the incentive plan shall be paid as series A shares. The value of the reward is based on the development of share price.

SHAREHOLDERS

The number of shareholders stood at 2,623 at the beginning of the year and at 3,187 at the end of the reporting period. Series K shares were held by 50 private individuals (50) at the end of the reporting period. Nominee-registered shares accounted for 2.7 percent (3.3%) of shares. On June 2, 2016, the company received a flagging notification pursuant to the Finnish Securities Markets Act, Chapter 9, Section 5, according to which Göran Sundholm's holding of the total number of Raute Corporation's shares was less than 15 per cent when Raute Corporation's share capital increase was marked in the Trade Register on May 9, 2016. Göran Sundholm's holding of the company's shares was

14.98% and 2.71% of the votes after the flagging threshold was crossed.

The Board of Directors, the President and CEO as well as the Executive Board held altogether 237,979 company shares, equaling 5.7 percent (5.7%) of the company shares and 11.2 percent (11.2%) of the votes at the end of the reporting period.

CORPORATE GOVERNANCE

As of January 1, 2016, Raute Corporation complies with the Finnish Corporate Governance Code 2015 for listed companies issued by the Securities Market Association on October 1, 2015.

EXECUTIVE BOARD

Raute Group's Executive Board and the members' areas of responsibility as of March 14, 2016:

Tapani Kiiski, President and CEO, Chairman – Sales

Arja Hakala, Group Vice President, Finance, CFO – Finance and administration

Marko Hjelt, Group Vice President, Human Resources – Human resources and competence development

Mika Hyysti, Group Vice President, Technology – Technology, products and R&D

Timo Kangas, Group Vice President, EMEA – Market area EMEA

Antti Laulainen, Group Vice President, Technology Services and Sales Management – Technology services and sales management

Petri Strengell, Group Vice President, Supply Chain – Sourcing and production.

ANNUAL GENERAL MEETING 2016

Raute Corporation's Annual General Meeting was held on March 31, 2016. A stock exchange release on the decisions of the Annual General Meeting was published on March 31, 2016.

DISTRIBUTION OF PROFIT FOR THE 2015 FINANCIAL YEAR

The company distributed a dividend of EUR 0.80 per share for the 2015 financial year. The total amount of dividends is EUR 3.3 million, series A shares accounting for EUR 2,509,597.60 (EUR 1,209,626.80) and series K shares for EUR 792,928.80 (EUR 396,464.40). The dividend payment date was April 12, 2016.

BOARD OF DIRECTORS AND BOARD COMMITTEES

At the General Meeting on March 31, 2016, Mr. Erkki Pehu-Lehtonen was elected Chairman of the Board, Mr. Mika Mustakallio Vice-Chair, and Mr. Joni Bask, Ms. Päivi Leiwo, Mr. Pekka Suominen, and Mr. Patrick von Essen were elected as Board members. The Board of Directors' term of office will continue until the 2017 Annual General Meeting.

Based on the evaluation of independence, Chairman Mr. Erkki Pehu-Lehtonen and members Mr. Joni Bask, Mr. Patrick von Essen, Ms. Päivi Leiwo, and Mr. Pekka Suominen are independent of the company. The Chairman of the Board (Mr. Erkki Pehu-

Lehtonen) and two Board members (Mr. Patrick von Essen and Ms. Päivi Leiwo) are independent of major shareholders.

Raute Corporation's Board of Directors has an Appointments Committee. The Appointments Committee is chaired by Mr. Erkki Pehu-Lehtonen and its members are Mr. Mika Mustakallio and Mr. Pekka Suominen. The Audit and Working Committees' tasks are handled by the Board of Directors.

EVENTS AFTER THE REPORTING PERIOD

On July 20, 2016, Raute Corporation received orders from the Metsä Wood, business area of Metsä Group, worth altogether approximately EUR 25 million. The orders were connected to the investment program that Metsä Group decided on and announced on June 8, 2016. The orders are made up of an LVL production line for Metsä Wood's LVL plant in Lohja and machinery and equipment for a birch veneer production plant to be built in Äänekoski. The installation and commissioning of the new LVL line in Lohja will begin in the first quarter of 2017. In Äänekoski, the installation and commissioning of the birch veneer production line will begin in the final quarter of 2017. The received orders are not included in the June 30, 2016 order book.

Negotiations and planning involving the other parts of the projects announced by Metsä Group on June 8 will continue actively.

BUSINESS RISKS

Risks in the near term continue to be driven by the uncertainty relating to the global economic situation and the development of the financial markets, as well as by international political instability. During the reporting period, there were no essential changes in the business risks described in the 2015 Board of Directors' Report and Financial Statements.

The most significant risks for Raute in the near term are related to major mill-scale projects, which are in the implementation phase, in accordance with the schedule determined in contract terms, and the development of the order intake.

OUTLOOK FOR 2016

Based on the existing order book and the prevailing market situation, Raute's net sales and operating profit for 2016 are expected to remain at the same level as in 2015.

TABLES SECTION OF THE INTERIM REPORT

The figures for the financial year 2015 presented in the tables section of the interim report have been audited.
The presented interim financial report figures have not been audited.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (EUR 1 000)						
	Note	1.4.–30.6. 2016	1.4.–30.6. 2015	1.1.–30.6. 2016	1.1.–30.6. 2015	1.1.–31.12. 2015
NET SALES	3,4,5	27 306	31 759	53 733	56 366	127 278
Change in inventories of finished goods and work in progress		60	-532	977	-219	-313
Other operating income		73	314	1 034	354	393
Materials and services		-13 513	-16 197	-27 776	-28 053	-67 992
Employee benefits expense	13	-8 966	-8 878	-18 097	-17 018	-34 310
Depreciation and amortization		-573	-556	-1 089	-1 103	-2 125
Impairment		-	-160	-	-160	-1 370
Other operating expenses		-2 871	-3 529	-5 880	-6 740	-13 441
Total operating expenses		-25 923	-29 320	-52 842	-53 074	-119 238
OPERATING PROFIT		1 516	2 222	2 902	3 427	8 120
% of net sales		6	7	5	6	6
Financial income		-52	-10	41	256	342
Financial expenses		35	-61	-187	-173	-343
PROFIT BEFORE TAX		1 499	2 151	2 756	3 510	8 118
% of net sales		5	7	5	6	6
Income taxes		-274	-400	-628	-676	-1 435
PROFIT FOR THE PERIOD		1 224	1 750	2 129	2 834	6 684
% of net sales		4	6	4	5	5
Other comprehensive income items:						
Items that will not be reclassified to profit or loss						
Remeasurement of defined benefit obligations		-	2	-	2	2
Items that may be subsequently reclassified to profit or loss						
Exchange differences on translating foreign operations		46	-29	286	192	88
Cash flow hedges		-129	133	42	133	8
Comprehensive income items for the period, net of tax		-83	107	328	328	98
COMPREHENSIVE PROFIT FOR THE PERIOD		1 141	1 857	2 456	3 161	6 782
Profit for the period attributable to Equity holders of the Parent company		1 224	1 750	2 129	2 834	6 684
Comprehensive profit for the period attributable to Equity holders of the Parent company		1 141	1 857	2 456	3 161	6 782
Earnings per share for profit attributable to Equity holders of the Parent company, EUR						
Undiluted earnings per share		0,29	0,43	0,51	0,70	1,65
Diluted earnings per share		0,29	0,43	0,51	0,70	1,64
Shares, 1 000 pcs						
Adjusted average number of shares		4 147	4 025	4 136	4 020	4 051
Adjusted average number of shares diluted		4 147	4 036	4 161	4 031	4 079

CONSOLIDATED BALANCE SHEET				
(EUR 1 000)				
	Note	30.6.2016	30.6.2015	31.12.2015
ASSETS				
Non-current assets				
Intangible assets	8	1 393	2 950	1 609
Property, plant and equipment	8	9 287	7 847	8 529
Other financial assets		490	500	490
Deferred tax assets		181	188	172
Total non-current assets		11 351	11 484	10 799
Current assets				
Inventories		9 565	9 368	9 577
Accounts receivables and other receivables	5	33 947	24 205	34 722
Income tax receivable		123	-	123
Cash and cash equivalents		1 573	13 799	6 538
Total current assets		45 209	47 373	50 960
TOTAL ASSETS		56 559	58 857	61 760
EQUITY AND LIABILITIES				
Equity attributable to Equity holders of the Parent company				
Share capital		8 256	8 062	8 223
Share issue		-	101	-
Fair value reserve and other reserves		6 530	5 598	6 008
Exchange differences		594	412	308
Retained earnings		11 858	8 477	8 477
Profit for the period		2 129	2 834	6 684
Share of shareholders' equity that belongs to the owners of the Parent company		29 367	25 482	29 700
Total equity		29 367	25 482	29 700
Non-current liabilities				
Non-current provisions		514	332	455
Deferred tax liability		78	146	241
Non-current interest-bearing liabilities	9	-	625	-
Total non-current liabilities		593	1 103	696
Current liabilities				
Current provisions		1 209	2 256	1 409
Current interest-bearing liabilities	9	6 447	1 537	1 535
Current advance payments received	5	6 965	13 329	11 024
Income tax liability		496	713	11
Trade payables and other liabilities		11 482	14 436	17 386
Total current liabilities		26 599	32 271	31 364
Total liabilities		27 192	33 375	32 059
TOTAL EQUITY AND LIABILITIES		56 559	58 857	61 760

CONSOLIDATED STATEMENT OF CASH FLOWS (EUR 1 000)	1.1.–30.6.2016	1.1.–30.6.2015	1.1.–31.12.2015
CASH FLOW FROM OPERATING ACTIVITIES			
Proceeds from customers	47 572	61 975	122 089
Other operating income	1 034	354	371
Payments to suppliers and employees	-53 716	-50 015	-114 092
Cash flow before financial items and taxes	-5 109	12 314	8 368
Interest paid from operating activities	-57	-66	-115
Dividends received from operating activities	114	97	97
Interest received from operating activities	1	1	5
Other financing items from operating activities	-92	-111	105
Income taxes paid from operating activities	-273	546	-983
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	-5 416	12 781	7 477
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment and intangible assets	-1 662	-696	-2 395
Proceeds from sale of property, plant and equipment and intangible assets	26	26	66
NET CASH FLOW FROM INVESTING ACTIVITIES (B)	-1 637	-670	-2 329
CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from issue of share capital	394	199	607
Proceeds from current borrowings	5 607	-	-
Repayments of current borrowings	-625	-	-
Repayments of non-current borrowings	-	-625	-1 250
Dividends paid and repayment of equity	-3 303	-2 409	-2 409
NET CASH FLOW FROM FINANCING ACTIVITIES (C)	2 073	-2 835	-3 052
NET CHANGE IN CASH AND CASH EQUIVALENTS (A+B+C)	-4 980	9 276	2 096
increase (+)/decrease (-)			
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD*	6 538	4 431	4 431
NET CHANGE IN CASH AND CASH EQUIVALENTS	-4 980	9 276	2 096
EFFECTS OF EXCHANGE RATE CHANGES ON CASH	15	93	11
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD*	1 573	13 799	6 538
CASH AND CASH EQUIVALENTS IN THE BALANCE SHEET AT THE END OF THE PERIOD*			
Cash and cash equivalents	1 573	13 799	6 538
TOTAL	1 573	13 799	6 538

*Cash and cash equivalents comprise cash and bank receivables, which will be due within the following three months' period.

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(EUR 1 000)	Share capital	Share issue	Invested non-restricted equity reserve	Other reserves	Exchange differences	Retained earnings	To the owners of the Parent company	TOTAL
EQUITY at Jan. 1, 2016	8 223	0	4 950	1 058	308	15 161	29 700	29 700
Comprehensive profit for the period								
Profit for the period	-	-	-	-	-	2 129	2 129	2 129
Other comprehensive income items:								
Hedging reserve	-	-	-	42	-	-	42	42
Exchange differences on translating foreign operations	-	-	-	-	286	-	286	286
Total comprehensive profit for the period	0	0	0	42	286	2 129	2 457	2 457
Transactions with owners								
Share-options exercised	33	-	361	-	-	-	394	394
Equity-settled share-based transactions	-	-	-	118	-	-	118	118
Dividends and repayment of equity	-	-	-	-	-	-3 303	-3 303	-3 303
Total transactions with owners	33	0	361	118	0	-3 303	-2 790	-2 790
EQUITY at June 30, 2016	8 256	0	5 311	1 219	594	13 987	29 367	29 367

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

(EUR 1 000)	Share capital	Share issue	Invested non-restricted equity reserve	Other reserves	Exchange differences	Retained earnings	To the owners of the Parent company	TOTAL
EQUITY at Jan. 1, 2015	8 031	0	5 339	662	220	10 083	24 334	24 334
Comprehensive profit for the period								
Profit for the period	-	-	-	-	-	2 834	2 834	2 834
Other comprehensive income items:								
Hedging reserve	-	-	-	133	-	-	133	133
Exchange differences on translating foreign operations	-	-	-	-	192	-	192	192
Total comprehensive profit for the period	0	0	0	133	192	2 834	3 159	3 159
Transactions with owners								
Share-options exercised	31	101	68	-	-	-	199	199
Equity-settled share-based transactions	-	-	-	198	-	-	198	198
Dividends and repayment of equity	-	-	-803	-	-	-1 606	-2 409	-2 409
Total transactions with owners	31	101	-735	198	0	-1 606	-2 011	-2 011
EQUITY at June 30, 2015	8 062	101	4 604	994	412	11 310	25 482	25 482

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

1. General information

Raute Group is a globally operating technology company. Raute's customers are companies operating in the wood products industry that manufacture veneer, plywood and LVL. Raute's technology offering covers machinery and equipment for the entire production process. Raute's full-service concept is based on product life-cycle management. In addition to a broad range of machines and equipment, our solutions cover technology services ranging from spare parts deliveries to regular maintenance and equipment modernizations. Raute's head office is located in Nastola, Lahti municipality, Finland. Its other production plants are in Kajaani, in the Vancouver area in Canada, and in the Shanghai area in China. The company's sales network has a global reach.

Raute Group's Parent company, Raute Corporation, is a Finnish public limited liability company established in accordance with Finnish law (Business ID FI01490726). Its series A shares are quoted on Nasdaq Helsinki Ltd, under Industrials. Raute Corporation is domiciled in Lahti. The address of its registered office is Rautetie 2, FI-15550 Nastola, and its postal address is P.O. Box 69, FI-15551 Nastola.

Raute Corporation's consolidated financial statement information is available online at www.raute.com or at the head office of the Parent company, Rautetie 2, FI-15550 Nastola, Finland.

Raute Corporation's Board of Directors has on July 27, 2016 reviewed the Interim financial report for January 1 – June 30, 2016, and approved it to be published in compliance with this release.

2. Accounting principles

Raute Corporation's Interim financial report for January 1 – June 30, 2016 has been prepared in accordance with standard IAS 34 Interim Financial Reporting. The Interim financial report does not contain full notes and other information presented in the financial statements, and therefore the Interim financial report should be read in conjunction with the Financial statements published for 2015.

Raute Corporation's Interim financial report for January 1 – June 30, 2016 has been prepared in accordance with the International Financial Reporting Standards, IFRS, accepted for application in the EU. Preparations have complied with the IAS and IFRS standards, as well as SIC and IFRIC interpretations, effective on June 30, 2016. The notes to the Interim financial statements also comply with Finnish accounting legislation.

The Interim financial report has been prepared according to the same accounting principles as those applied in the Annual financial statement for 2015.

All of the figures presented in the Interim financial report are in thousand euro, unless otherwise stated. Due to the rounding of the figures in the financial statement tables, the sums of figures may deviate from the sum total presented in the table. Figures in parentheses refer to the corresponding figures in the comparison period.

In the preparation of the Interim financial report in conformity with IFRS standards the management has made forward-looking accounting estimates and assumptions. Because the estimates and assumptions are based on management's best knowledge at the reporting date, the actual results may differ from these estimates.

3. Segment information

Operational segment

Continuing operations of Raute Group belong to the wood products technology segment.

Due to Raute's business model, operational nature and administrative structure, the operational segment to be reported as wood products technology segment is comprised of the whole Group and the information on the segment is consistent with that of the Group. Segment reporting follows the principles of presentation of the consolidated financial statements.

Wood products technology	30.6.2016	30.6.2015	31.12.2015
Net sales	53 733	56 366	127 278
Operating profit	2 902	3 427	8 120
Assets	56 559	58 857	61 760
Liabilities	27 192	33 375	32 059
Capital expenditure	1 678	511	2 506

Assets of the wood products technology segment by geographical location	30.6.2016	%	30.6.2015	%	31.12.2015	%
Finland	46 884	83	47 759	81	52 488	85
North America	4 799	8	4 626	8	3 655	6
China	3 704	7	4 794	8	4 572	7
Russia	852	2	1 307	2	732	1
South America	177	0	216	0	202	0
Other	144	0	154	0	112	0
TOTAL	56 559	100	58 857	100	61 760	100

Capital expenditure of the wood products technology segment by geographical location	30.6.2016	%	30.6.2015	%	31.12.2015	%
Finland	1 567	93	432	85	2 388	95
North America	87	5	36	7	61	2
China	19	1	43	8	57	2
Russia	-	-	-	-	-	-
South America	1	0	-	-	1	0
Other	4	0	-	-	-	-
TOTAL	1 678	100	511	100	2 506	100

4. Net sales

The main part of the net sales is comprised of project deliveries and modernizations in technology services, which are treated as long-term projects. The rest of the net sales is comprised of technology services provided to the wood products industry such as spare parts and maintenance services as well as services provided to the development of customers' business.

Project deliveries and modernizations related to technology services include both product and service sales, making it impossible to give a reliable presentation of the breakdown of the Group's net sales into purely product and service sales.

Large delivery projects can temporarily increase the shares of various customers of the Group's net sales to more than ten percent. At the end of the period, the Group had three customers (1), whose customized share of the Group's net sales temporarily exceeded ten percent. The sales share of the customers was 45 percent.

Net sales by market area	1.1.–30.6.2016	%	1.1.–30.6.2015	%	1.1.–31.12.2015	%
EMEA (Europe and Africa)	33 709	63	35 301	63	82 632	66
NAM (North America)	8 067	15	6 511	12	16 962	13
CIS (Russia)	7 885	15	5 633	10	11 841	9
APAC (Asia-Pacific)	2 504	5	3 006	5	6 906	5
LAM (South America)	1 568	3	5 915	10	8 937	7
TOTAL	53 733	100	56 366	100	127 278	100

Finland accounted for 16 percent (14 %) of net sales.

	30.6.2016	30.6.2015	31.12.2015
5. Long-term projects			
Net sales			
Net sales by percentage of completion	43 688	45 239	104 251
Other net sales	10 045	11 127	23 027
TOTAL	53 733	56 366	127 278
Project revenues entered as income from currently undelivered long-term projects recognized by percentage of completion	112 136	89 170	112 329
Amount of long-term project revenues not yet entered as income (order book)	30 885	99 086	59 210
Projects for which the value by percentage of completion exceeds advance payments invoiced			
- aggregate amount of costs incurred and recognized profits less recognized losses	98 951	71 269	72 948
- advance payments received	72 963	56 910	46 415
Gross amount due from customers	25 987	14 360	26 533
Projects for which advance payments invoiced exceed the value by percentage of completion			
- aggregate amount of costs incurred and recognized profits less recognized losses	15 610	17 803	36 823
- advance payments received	22 506	32 204	46 294
Gross amount due to customers	6 896	14 401	9 471
Advance payments included in the current liabilities in the balance sheet			
Gross amount due to customers	6 896	14 401	9 471
Other advance payments received, not under percentage of completion	69	-1 072	1 553
Total	6 965	13 329	11 024
Specification of combined asset and liability items			
Advance payments paid	157	1 253	1 367
Advance payments included in inventories in the balance sheet	157	1 253	1 367
6. Number of personnel, persons			
Effective, on average	632	599	614
In books, on average	641	608	624
In books, at the end of the period	650	640	646
- of which personnel working abroad	187	199	205
7. Research and development costs			
Research and development costs for period	-1 559	-1 040	-3 092
Amortization of previously capitalized development costs	-113	-320	-104
Development costs recognized as an asset in the balance sheet	-	138	220
Research and development costs entered as expense for the period	-1 671	-1 222	-2 976
Impairment of previously capitalized development costs	-	-	-1 020
Research and development costs entered as expense for the period	-1 671	-1 222	-3 996

8. Changes in Intangible assets and in Property, plant and equipment	30.6.2016	30.6.2015	31.12.2015
Intangible assets			
Carrying amount at the beginning of the period	14 035	13 826	13 826
Exchange rate differences	-39	68	60
Additions	79	207	346
Disposals	-	-	-350
Reclassification between items	34	102	152
Carrying amount at the end of the period	14 109	14 203	14 035
Accumulated depreciation and amortization at the beginning of the period			
Exchange rate differences	-12 426	-10 334	-10 334
Accumulated depreciation and amortization of disposals and reclassifications	27	-37	-32
Depreciation and amortization for the period	-	-350	-
Impairment	-316	-533	-690
	-	-	-1 370
Accumulated depreciation and amortization at the end of the period	-12 715	-11 253	-12 426
Book value of Intangible assets, at the beginning of the period	1 609	3 492	3 492
Book value of Intangible assets, at the end of the period	1 393	2 950	1 609
Property, plant and equipment			
Carrying amount at the beginning of the period	45 463	43 944	43 944
Exchange rate differences	309	280	-458
Additions	1 599	654	2 160
Disposals	-8	-14	-30
Reclassification between items	-34	-102	-152
Carrying amount at the end of the period	47 330	44 762	45 463
Accumulated depreciation and amortization at the beginning of the period			
Exchange rate differences	-36 934	-36 014	-36 014
Depreciation and amortization for the period	-337	-171	502
	-772	-731	-1 422
Accumulated depreciation and amortization at the end of the period	-38 043	-36 915	-36 934
Book value of Property, plant and equipment, at the beginning of the period	8 529	7 930	7 930
Book value of Property, plant and equipment, at the end of the period	9 287	7 847	8 529
9. Interest-bearing liabilities			
Non-current interest-bearing liabilities recognized at amortized cost	-	625	-
Current interest-bearing liabilities	6 447	1 537	1 535
TOTAL	6 447	2 162	1 535
Maturities of the interest-bearing financial liabilities at June 30, 2016			
Financial liability	Current	Non-current	Total
Loans from financial institutions	6 447	-	6 447
Total	6 447	-	6 447

10. Pledged assets and contingent liabilities	30.6.2016	30.6.2015	31.12.2015
On behalf of the Parent company			
Business mortgages	3 302	7 297	7 869
Loans from financial institutions	3 625	1 875	1 250
Business mortgages	3 625	1 875	1 250
Mortgage agreements on behalf of subsidiaries			
Loans from financial institutions	2 822	287	285
Other obligations	1 315	540	568
Business mortgages	3 073	828	881
Commercial bank guarantees on behalf of the Parent company and subsidiaries			
	7 897	21 706	11 546
Other own obligations			
Rental liabilities maturing within one year	869	904	903
Rental liabilities maturing in one to five years	855	1 743	1 301
Total	1 724	2 647	2 204

11. Related party transactions

No loans have been granted to the company's management.

No pledges have been given or other commitments made on behalf of the company's management and shareholders.

12. Derivatives	30.6.2016	30.6.2015	31.12.2015
Nominal values of forward contracts in foreign currency			
Economic hedging			
- Related to financing	-	166	-
- Related to the hedging of net sales	3 125	4 546	2 969
Hedge accounting			
- Related to the hedging of net sales	1 763	4 239	2 679
Fair values of forward contracts in foreign currency			
Economic hedging			
- Related to financing	-	-23	-
- Related to the hedging of net sales	-77	-124	-89
Hedge accounting			
- Related to the hedging of net sales	50	121	-47

13. Share-based payments

A total of 50 870 Raute's series A shares have been subscribed for with Raute's stock options 2010 A, 2010 B and 2010 C during the reporting period. The new shares have been registered in the Trade Register on February 24, 2016 and May 9, 2016.

On June 30, 2016, the company's share capital is EUR 8 256 316 and the number of company's shares 4 162 578 pieces.

An expense of EUR 118 thousand was recognized for the share rewards to the income statement during the reporting period.

During the interim period, no share rewards were delivered based on the long-term share-based incentive program 2014–2018 directed to the top management.

14. Distribution of the profit for the financial year 2015

Raute Corporation's Annual General Meeting held on March 31, 2016, decided, according to the Board of Directors' proposal, to distribute a dividend of EUR 0,80 per share to be paid for series A and K shares, a total of EUR 3 303 thousand. The dividend payment date was April 12, 2016.

15. Financial assets and liabilities that are measured at fair value

At the end of the reporting period June 30, 2016, the fair value of the financial assets categorized at fair value on hierarchy level 3 was EUR 500 thousand. The methods of fair value determination correspond the valuation principles presented in the Annual financial statements for 2015. There were no transfers between the hierarchy levels 1 and 2 during the reporting period.

16. Exchange rates used

Income statement, euros	1.1.–30.6.2016	1.1.–30.6.2015	1.1.–31.12.2015
CNY (Chinese yuan)	7,3132	6,9411	6,9733
RUB (Russian rouble)	78,4122	64,6024	68,0090
CAD (Canadian dollar)	1,4854	1,3772	1,4177
USD (US dollar)	1,1155	1,1159	1,1097
SGD (Singapore dollar)	1,5402	1,5059	1,5251
CLP (Chilean peso)	769,3287	692,3979	725,3048

Balance sheet, euros	30.6.2016	30.6.2015	31.12.2015
CNY (Chinese yuan)	7,4023	6,9587	7,0223
RUB (Russian rouble)	71,5200	62,3550	80,6736
CAD (Canadian dollar)	1,4384	1,3839	1,5116
USD (US dollar)	1,1102	1,1189	1,0887
SGD (Singapore dollar)	1,4957	1,5068	1,5417
CLP (Chilean peso)	764,6714	706,9221	765,9751

FINANCIAL DEVELOPMENT	30.6.2016	30.6.2015	31.12.2015
Change in net sales, %	-4,7	59,5	35,4
Exported portion of net sales, %	84,4	86,2	76,3
Return on investment (ROI), %	17,6	25,8	28,5
Return on equity, ROE, %	14,4	22,8	24,7
Interest-bearing net liabilities, EUR million	4,9	-11,6	-5,0
Gearing, %	16,6	-45,7	-16,8
Equity ratio, %	59,2	56,0	58,5
Gross capital expenditure, EUR million	1,7	0,5	2,5
% of net sales	3,1	0,9	2,0
Research and development costs, EUR million	1,6	1,0	3,1
% of net sales	2,9	1,8	2,4
Order book, EUR million	32	100	60
Order intake, EUR million	28	115	145

SHARE-RELATED DATA	30.6.2016	30.6.2015	31.12.2015
Earnings per share, (EPS), undiluted, EUR	0,51	0,70	1,65
Earnings per share, (EPS), diluted, EUR	0,51	0,70	1,64
Equity to share, EUR	7,06	6,33	7,26
Dividend per series A share, EUR	-	-	0,80
Dividend per series K share, EUR	-	-	0,80
Dividend per profit, %	-	-	48,4
Effective dividend return, %	-	-	5,7
Repayment of equity from invested non-restricted equity reserve, EUR	-	-	-
Development in share price (series A shares)			
Lowest share price for the period, EUR	12,06	7,17	7,17
Highest share price for the period, EUR	15,30	13,59	14,25
Average share price for the period, EUR	13,67	11,11	11,95
Share price at the end of the period, EUR	13,10	11,95	14,12
Market value of capital stock			
- Series K shares, EUR million*	13,0	11,8	14,0
- Series A shares, EUR million	41,5	36,3	44,1
Total, EUR million	54,5	48,2	58,1

*Series K shares valued at the value of series A shares.

Trading of the company's shares (series A shares)			
Trading of shares, pcs	504 948	667 187	1 094 902
Trading of shares, EUR million	6,9	7,4	13,1
Number of shares			
- Series K shares, ordinary shares (20 votes, share)	991 161	991 161	991 161
- Series A shares (1 vote/share)	3 171 417	3 039 567	3 120 547
Total	4 162 578	4 030 728	4 111 708
Number of shares, weighted average, 1 000 pcs	4 136	4 020	4 051
Number of shares, diluted, 1 000 pcs	4 161	4 031	4 139
Number of shareholders	3 187	2 158	2 623

DEVELOPMENT OF QUARTERLY RESULTS						
	Q3	Q4	Q1	Q2	Rolling	Rolling
(EUR 1 000)	2015	2015	2016	2016	1.7.2015– 30.6.2016	1.7.2014– 30.6.2015
NET SALES	31 391	39 521	26 427	27 306	124 645	115 037
Change in inventories of finished goods and work in progress	1 161	-1 254	917	60	883	1 121
Other operating income	7	32	962	73	1 073	393
Materials and services	-18 623	-21 316	-14 264	-13 513	-67 715	-62 478
Employee benefits expense	-8 357	-8 935	-9 131	-8 966	-35 389	-32 158
Depreciation and amortization	-565	-296	-515	-573	-1 949	-2 341
Impairment	-	-1 370	-	-	-1 370	-
Other operating expenses	-3 102	-3 600	-3 009	-2 871	-12 581	-12 255
Total operating expenses	-30 646	-35 518	-26 919	-25 923	-119 006	-109 232
OPERATING PROFIT	1 912	2 781	1 386	1 516	7 595	7 319
% of net sales	6	7	5	6	6	6
Financial income	-42	129	93	-52	128	592
Financial expenses	-99	-72	-222	35	-358	-303
PROFIT BEFORE TAX	1 772	2 837	1 258	1 499	7 365	7 608
% of net sales	6	7	5	5	6	7
Income taxes	-300	-459	-353	-274	-1 386	-1 331
PROFIT FOR THE PERIOD	1 472	2 378	904	1 224	5 979	6 277
% of net sales	5	6	3	4	5	5
Attributable to						
Equity holders of the Parent company	1 472	2 378	904	1 224	5 979	6 277
Earnings per share, EUR						
Undiluted earnings per share	0,36	0,58	0,22	0,29	1,45	1,56
Diluted earnings per share	0,36	0,57	0,22	0,29	1,44	1,55
Shares, 1 000 pcs						
Adjusted average number of shares	4 053	4 091	4 124	4 147	4 136	4 020
Adjusted average number of shares diluted	4 065	4 139	4 151	4 147	4 161	4 031
FINANCIAL DEVELOPMENT QUARTERLY						
	Q3	Q4	Q1	Q2	Rolling	Rolling
	2015	2015	2016	2016	1.7.2015– 30.6.2016	1.7.2014– 30.6.2015
Order intake during the period, EUR million	14	16	13	16	59	160
Order book at the end of the period, EUR million	83	60	44	32	32	100

20 LARGEST SHAREHOLDERS AT JUNE 30, 2016

	Number of series K shares	Number of series A shares	Total number of shares	% of total shares	Total number of votes	% of voting rights
By number of shares						
1. Sundholm Göran Wilhelm	-	623 423	623 423	15,0	623 423	2,7
2. Mandatum Life Unit-Linked	-	162 760	162 760	3,9	162 760	0,7
3. Laakkonen Mikko	-	119 919	119 919	2,9	119 919	0,5
4. Suominen Pekka	48 000	62 429	110 429	2,7	1 022 429	4,4
5. Siivonen Osku Pekka	50 640	53 539	104 179	2,5	1 066 339	4,6
6. Kirmo Kaisa Marketta	55 680	48 341	104 021	2,5	1 161 941	5,1
7. Suominen Tiina Sini-Maria	48 000	54 316	102 316	2,5	1 014 316	4,4
8. Relander Harald Bertel	-	85 000	85 000	2,0	85 000	0,4
9. Keskiäho Kaija Leena	33 600	51 116	84 716	2,0	723 116	3,1
10. Mustakallio Mika Tapani	57 580	26 270	83 850	2,0	1 177 870	5,1
11. Särkijärvi Anna Riitta	60 480	22 009	82 489	2,0	1 231 609	5,4
12. Mustakallio Kari Pauli	60 480	500	60 980	1,5	1 210 100	5,3
13. Mustakallio Marja Helena	43 240	16 047	59 287	1,4	880 847	3,8
14. Särkijärvi Timo Juha	12 000	43 256	55 256	1,3	283 256	1,2
15. Särkijärvi-Martinez Anu Riitta	12 000	43 256	55 256	1,3	283 256	1,2
16. Mustakallio Ulla Sinikka	53 240	-	53 240	1,3	1 064 800	4,6
17. Suominen Jukka Matias	24 960	27 964	52 924	1,3	527 164	2,3
18. Keskinäinen työeläkevakuutusyhtiö Varma	-	51 950	51 950	1,2	51 950	0,2
19. Suominen Jussi Matias	48 000	-	48 000	1,2	960 000	4,2
20. Keskiäho Ilta Marjaana	24 780	19 094	43 874	1,1	514 694	2,2
TOTAL	632 680	1 511 189	2 143 869	51,5	14 164 789	61,6

	Number of series K shares	Number of series A shares	Total number of shares	% of total shares	Total number of votes	% of voting rights
By number of votes						
1. Särkijärvi Anna Riitta	60 480	22 009	82 489	2,0	1 231 609	5,4
2. Mustakallio Kari Pauli	60 480	500	60 980	1,5	1 210 100	5,3
3. Mustakallio Mika Tapani	57 580	26 270	83 850	2,0	1 177 870	5,1
4. Kirmo Kaisa Marketta	55 680	48 341	104 021	2,5	1 161 941	5,1
5. Siivonen Osku Pekka	50 640	53 539	104 179	2,5	1 066 339	4,6
6. Mustakallio Ulla Sinikka	53 240	-	53 240	1,3	1 064 800	4,6
7. Suominen Pekka	48 000	62 429	110 429	2,7	1 022 429	4,4
8. Suominen Tiina Sini-Maria	48 000	54 316	102 316	2,5	1 014 316	4,4
9. Suominen Jussi Matias	48 000	-	48 000	1,2	960 000	4,2
10. Mustakallio Marja Helena	43 240	16 047	59 287	1,4	880 847	3,8
11. Mustakallio Risto Knut kuolinpesä	42 240	-	42 240	1,0	844 800	3,7
12. Keskiäho Kaija Leena	33 600	51 116	84 716	2,0	723 116	3,1
13. Sundholm Göran Wilhelm	-	623 423	623 423	15,0	623 423	2,7
14. Keskiäho Vesa Heikki	29 680	-	29 680	0,7	593 600	2,6
15. Keskiäho Juha-Pekka	27 880	5 816	33 696	0,8	563 416	2,5
16. Kirmo Lasse Antti	27 645	2 967	30 612	0,7	555 867	2,4
17. Suominen Jukka Matias	24 960	27 964	52 924	1,3	527 164	2,3
18. Keskiäho Ilta Marjaana	24 780	19 094	43 874	1,1	514 694	2,2
19. Kultanen Leea Annikka	22 405	8 031	30 436	0,7	456 131	2,0
20. Molander Sole	20 160	-	20 160	0,5	403 200	1,8
TOTAL	778 690	1 021 862	1 800 552	43,3	16 595 662	72,2

MANAGEMENT'S AND PUBLIC INSIDERS' SHAREHOLDING AND NOMINEE-REGISTERED SHARES

	Number of series K shares	Number of series A shares	Total number of shares	% of total shares	Total number of votes	% of voting rights
Management's and Public insiders' holding at June 30, 2016						
The Board of Directors, The Group's President and CEO and Executive Board*	122 830	115 149	237 979	5,7	2 571 749	11,2
TOTAL	122 830	115 149	237 979	5,7	2 571 749	11,2

*The figures include the holdings of their own, minor children and control entities.

Nominee-registered shares at June 30, 2016	-	111 342	111 342	2,7	111 342	0,5
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RAUTE CORPORATION
 Board of Directors

BRIEFING ON JULY 27, 2016 AT 2 P.M.:

A briefing will be organized for analysts, investors and the media on July 27, 2016 at 2 p.m. at Scandic Simonkenttä Hotel, Tapiola cabinet, Simonkatu 9, Helsinki. The interim report will be presented by Mr. Tapani Kiiski, President and CEO, and Ms. Arja Hakala, CFO.

NEXT INTERIM REPORT:

Raute Corporation's interim report January 1–September 30, 2016 will be published on Wednesday, October 26, 2016.

FURTHER INFORMATION:

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RAUTE IN BRIEF:

Raute is a technology and service company that operates worldwide. Raute's customers are companies operating in the wood products industry that manufacture veneer, plywood and LVL (Laminated Veneer Lumber). The technology offering covers machinery and equipment for the customer's entire production process. As a supplier of mill-scale projects, Raute is a global market leader both in the plywood and LVL industries. Additionally, Raute's full-service concept includes technology services ranging from spare parts deliveries to regular maintenance and equipment modernizations. Raute's head office is located in the Nastola area of Lahti, Finland. The company's other production plants are in Kajaani, Finland, the Vancouver area of Canada and in the Shanghai area of China. Raute's net sales in 2015 were EUR 127.3 million. The Group's headcount at the end of 2015 was 646.

More information about the company can be found at www.raute.com.



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