DESTIA GROUP'S INTERIM REPORT

JANUARY–MARCH 2014

DESTIA

BUILDING THE BIGGER PICTURE

Destia Group's interim report for January–March 2014

ORDER BOOK GROWING AND CASH POSITION REMAINING STRONG

- Revenue decreased by 13.3 per cent and was MEUR 67.7.
- Operating result fell short of the comparison period and was MEUR -3.9.
- The cash position remained strong and the company is free of net debt.
- The order book increased by 18 per cent in comparison to the end of 2013 and stood at MEUR 676.2, but was at a lower level that the previous year.
- Investment in human resources development continues with the focus for 2014 being goal-oriented customer work and an improvement in occupational safety.
- Destia Group's 2014 revenue and operating profit are expected to fall slightly short of the level of the previous year.

Key figures (IFRS), MEUR	**1-3/2014**	**1-3/2013**	**1-12/2013**
Revenue, continuing operations	67.7	78.1	489.7
Operating result, continuing operations	-3.9	-2.2	18.9
% of revenue	-5.8	-2.9	3.9
Profit for the period, continuing operations	-3.2	-1.9	12.5
% of revenue	-4.8	-2.5	2.6
Result for the period	-3.2	-0.3	14.9
Return on investment, %	19.8	13.8	22.1
Equity ratio, %	49.9	39.1	44.0
Net gearing, %	-53.4	-25.2	-51.6
Average personnel	1,450	1,462	1,515
Occupational accidents resulting in absence from work*)	13.3	6.2	10.8
Comparable order book at end of period	676.2	706.9	574.6

‘) Occupational accidents per million working hours

President & CEO Hannu Leinonen comments on the report period:
”The continuing economic uncertainty is reducing the size of the infrastructure market, but demand is, however, remaining moderate. There will be fewer new major contracts on offer, which will intensify competition. The lower level of the order book than the previous year and, in particular, the lack of success in tendering for major projects last year will present a challenge for this year's revenue. In the reporting period, our order book, however, developed positively, both in our core businesses and in focus areas of strategic growth.

During the reporting period, we underwent three main road regional maintenance contract rounds. In them, Destia succeeded satisfactorily, maintaining its market position. Our track construction is being strengthened by a contract we have concluded for the construction of the surface structure for the Western Metro railway track along a 14 km-long double tunnel. We also concluded several agreements in energy construction.

This year, we are investing strongly in the development of customer work. Human resources development is still Destia's strategic area of focus. This year, personnel training will focus on goal-oriented customer work. We are also continuing strongly with the development of occupational safety.

Our order book coupled with the measures we have taken towards improving customer work and project management provide a solid foundation for maintaining good profitability and cash flow also in the long-term in future. However, due to the lack of success in the tendering of major projects in 2013, we expect that Destia Group's revenue and operating profit for 2014 will fall slightly below the previous year's level."

Operating environment

In Finland, economic uncertainty continued in the first quarter of 2014, even though the global and eurozone economies have already started to recover. The reduction in investments in house-building construction and by private operators has particularly weakened the infrastructure market. Public sector adaptation measures have also negatively impacted infrastructure investments as both central and local governments cut infrastructure funding. The public sector project programme does, however, contain major projects for the coming years, which creates a basic level of demand in the sector despite the fall in the overall market. The deceleration in the whole construction market is evident in the relatively low workload in infrastructure design, among other things. Competition for projects is fierce.

The Confederation of Finnish Construction Industries RT (CFCI) anticipates that construction will decline for the third consecutive year. This year, it will decline by 1 per cent in comparison with last year, until in 2015 signs of growth will be visible. According to CFCI, the situation in infrastructure construction still looks poor. The civil engineering sector is expected to contract this year by 2 per cent.

In its discussion on spending limits in March 2014, the Finnish government decided on a reduction of MEUR 100 in traffic route funding this year, which will particularly be targeted at funding for fundamental road maintenance. In the discussion on spending limits, the following investments in growth were also decided upon: in 2014, MEUR 20 and, in 2015, MEUR 30 will be allocated to individual traffic projects that provide quick employment. The commencement of the construction of National Road 6 will be brought forward to this year. The construction of the Helsinki City Rail Loop (Pisararata) and preparations for the related funding model will also be started as well as negotiations about portions to be financed. Traffic projects that have not yet started during this term of government will be implemented as agreed.

According to Statistics Finland, the costs of the civil engineering industry rose 0.5 per cent from March 2013 to March 2014. The annual change in costs varied by sub-index from -3.6 per cent in surfacing to 2.9 per cent in rock construction.

Order book and new orders

This year Destia Group is strongly developing customer work. In the reporting period, personnel training has gained added expertise in harmonised, goal-oriented customer work. Investment in customer work in a challenging market situation is evident as positive development in the order book in the first quarter. In comparison with the end of 2013, the order book increased by 18 per cent. The order book at the end of March, however, fell short of that of the previous year at MEUR 676.2 (706.9 modified to be comparable). The lower order book is a result of lack of success in tendering for major projects in 2013.

The most significant new contracts concluded during the first quarter:

- Regional main road contracts:
    - 5-year: Iisalmi, Ivalo, Kankaanpää, Raisio, Seinäjoki, Äänekoski
    - 7-year: Nummi
- A district heating contract in Rovaniemi, will be completed in October 2014
- Ring Rail Line noise barrier contract in Vantaa, will be completed in October 2014
- Construction of a storm drain in the centre of Harjavalta, will be completed in October 2014
- A housing fair surface structure contract in the centre of Kivistö in Vantaa, will be completed in November 2015
- Upgrading of Kuruntie at Viljakkala in Pirkanmaa, will be completed in September 2014
- Traffic alteration work at Liminka, will be completed in September 2014
- Routing excess water to Rakkolanjoki in Lappeenranta, will be completed in April 2015
- A surface structure contract for the Western Metro, will be completed in October 2015.
- Meijeritie in Riihimäki, will be completed in August 2014.
- Reorganisation of water supply in central Riihimäki, will be completed in November 2014

- The Siitamantie route for non-motorised traffic at Kangasala, will be completed in August 2014
- Bridge repair contracts in Pirkanmaa, will be completed in October 2014; in Pori, will be completed by the end of 2014, and in Uusimaa by September 2015
- Bridge maintenance contracts in Lapland, will be completed in September 2014; and in Uusimaa, will be completed by the end of 2015
- The construction of the Suvilahti–Viikinmäki cable route in Helsinki, will be completed in May 2015
- Reinforcement of the electricity distribution network connection in Helsinki, will be completed in November 2014
- Service contracts for road lighting for the 2014–2019 period in North Savo, Kanta-Häme and Kymenlaakso
- Construction of the Tikinmaa–Lavianvuori powerline, will be completed in June 2014
- Tulkkila Bridge in Southwest Finland, will be completed in December 2014

Revenue

During the reporting period, Destia's revenue from continuing operations was MEUR 67.7 (78.1). The fall in revenue was particularly the result of a decrease in major individual projects ongoing in the comparison period. The volumes in the reporting period are usually low on account of the seasonal nature of construction.

Other operating income amounted to MEUR 0.4 (1.3), and mainly consisted of profit from sales of fixed assets and leasing income.

Result

Operating result from continuing operations was MEUR -3.9 (-2.2). The operating result weakened mainly due to decrease in revenue. The decrease in other operating income in comparison with the previous year also weakened the result.

Group net financial costs fell in the reporting period to MEUR 0.1 (0.3), which amounted to 0.2 per cent of revenue (0.4). The reduction in financial costs was attributable to the decrease in interest-bearing net liabilities. Income taxes in the reporting period amounted to MEUR 0.8 positive (0.6).

The Group's result for the period was MEUR -3.2 (-0.3). The result in the comparison period was improved by the decrease of a provision of MEUR 1.7 in Norwegian guarantee liabilities related to discontinued operations.

Balance sheet and cash flow

Total assets on the consolidated balance sheet were MEUR 196.4 (205.0) at the end of the reporting period. Return on investments (ROI) was 19.8 per cent (13.8), equity ratio was 49.9 per cent (39.1), and gearing was -53.4 per cent (-25.2).

As a result of seasonality and successful working capital management, operating cash flow developed well at the end of 2013. Cash flow at the beginning of the year also developed positively The cash flow of the reporting period comprised operating cash flow of MEUR 0.8 (-11.7), investment cash flow of MEUR -1.1 (-24.2) and financial cash flow of MEUR 0.0 (0.0). In the comparison year, the Group had financial assets of MEUR 25 in investments held until their date of maturity.

Destia's financial position remained good. The financial assets on the balance sheet were MEUR 54.1 (25.2) at the end of the reporting period. The Group's Commercial Paper programme of MEUR 150 and short-term credit facilities of MEUR 31.1 were not used in the reporting period (nor in the comparison period). The amount of interest-bearing liabilities remained at the same level as at the end of 2013, and was MEUR 11.1 (32.8) at the end of the reporting period. Of all loans, 2.0 per cent (0.9) are short-term and 98.0 per cent (99.1) long-term. Interest-bearing net liabilities at the end of the reporting period were MEUR -43.3 (-28.1), meaning that the company was free of net liabilities.

Investments and acquisitions

Gross investments during the first quarter of the year totalled MEUR 0.6 (0.7), which amounted to 0.9% (0.9) of revenue. The investments were mainly targeted at the fleet.

Personnel

The Group's average number of personnel during the reporting period was 1,450 (1,462). At the end of March, the number of personnel was 1,454 (1,456), of which permanent employees totalled 1,378 (1,384) and temporary employees 76 (72). Due to the seasonality of the business, the number of personnel varies during the year and reaches its lowest point in the winter.

Human resources development is still Destia's strategic area of focus. In the reporting period, the company continued investments in human resources development. In the reporting period, about 140 employees participated in Voitto training, which supports goal-oriented customer work. A determined effort to improve occupational safety was also continued. At the end of the reporting period, accident frequency was 13.3 (6.2) accidents per one million working hours, as a result of which special attention is being paid to occupational safety.

New collective agreements for infrastructure industry employees and salaried personnel were signed on 27 February 2014.
Both agreements are valid from 1 April 2014, and the contractual period for both agreements consists of two contractual periods: 1 April 2014–31 January 2016 and 1 February 2016–31 January 2017.

The bonus scheme for all personnel for 2014 approved by Destia's Board of Directors supports the company's profitability and the development of operating conditions. The bonus scheme for 2014 has two changes in comparison to the previous year: Executive Vice Presidents now have their own new scheme, and Site Managers and Executive Vice Presidents now also have half-yearly targets in addition to yearly ones.

The company's remuneration schemes correspond to the opinion given on 13 August 2012 by the Cabinet Committee on Economic Policy about compensation paid to company management and key personnel. More information about the remuneration scheme is available in Destia's annual report for 2013 at www.destia.fi.

Organisational structure and management

Destia's operations are divided into four regional and two national business units. The regional business units offering infrastructure construction and maintenance: Southern Finland, Western Finland, Eastern Finland and Northern Finland. Their business includes the construction and maintenance of traffic routes, industrial and traffic environments and the complete living environment, as well as the services of the winter maintenance management centre, Kelikeskus.

The Special Construction business unit is a national unit responsible for railway construction and railway infrastructure maintenance, rock and mining construction and aggregate services. Destia's other national business unit, Consulting Services, takes care of design, surveying and international consultancy.

The following support functions support the business units: Finance, Legal Services, Human Resources, Communications, and Processes.

In 2014, Destia's Group Management Team comprises President & CEO Hannu Leinonen, CFO Pirkko Salminen, and Executive Vice Presidents Minna Heinonen, Pasi Kailasalo, Jouni Karjalainen, Jukka Raudasoja, Marko Vasenius and Seppo Ylitapio, and personnel representative Jouko Korhonen. In addition to the persons mentioned above, the Extended Management Team also includes Senior Vice Presidents Laura Ahokas, Miia Apukka, Aki Markkola and Tom Schmidt.

Short-term risks and uncertainties

Destia classifies risks as market and operating environment risks, operational risks, financial risks and damage risks.

Of the market and operating environment risks, fluctuation in the economy and uncertainty in the market situation are particularly causing a significant risk for Destia's business. Both public and private sector investments in infrastructure construction are decreasing, which is reflected in the competitive situation in the industry. The competitive situation in Destia's core business areas continues to be fierce. Success in tendering for regional main road maintenance contracts as well as major contracts is of paramount importance.

Changes in the prices of oil-based commodities, in particular, cause uncertainty for the profitability of the company. The risk is being prevented by monitoring and assessing the commodity price development, by ensuring key procurements economically from a project perspective, and by hedging the price risks using derivative instruments.

In the management of risks caused by the operating environment, it is essential to focus on the selected business areas, and to ensure the operational cost-efficiency, solidity, as well as readiness to react in varying situations.

The most significant operational risks concern project management and profitability. Uncertainty in terms of project profitability is being created by the potential increase of input prices and the ability to manage project-related risks. The key factors in reaching project targets are active project management from tender calculation to implementation, cost monitoring, ensuring resources and developing project management expertise.

Destia has invested in the reliable financial reporting of essential content, which is a requirement for the identification and assessment of financial risks. The reliability of financial reports is ensured through monitoring and by developing control methods.

The company's freedom from net liabilities significantly reduces financial risks.

In Destia's damage risk management, the key factors are proactive project management procedures, investments in occupational safety and ensuring adequate insurance cover.

Decisions of the Annual General Meeting

The Annual General Meeting of Destia Ltd was held on 20 March 2014, and it confirmed the financial statements for 2013 and discharged from liability the President and CEO and members of the Board. The Annual General Meeting decided, in accordance with the proposal of the Board, that neither dividend nor capital repayment be distributed for the accounting period ending 31 December 2013.

The Annual General Meeting ratified the total number of members in the Board of Directors as five and reappointed Karri Kaitue as the Chairman of the Board of Directors. Kalevi Alestalo, Elina Engman, Matti Mantere and Solveig Törnroos-Huhtamäki were re-elected as the other members of the Board of Directors. The Annual General Meeting decided to keep the compensations of the members of the Board of Directors unchanged.

The Annual General Meeting elected Deloitte & Touche Ltd (Authorised Public Accountants) as Destia Ltd's auditor for the accounting period 2014, with Aleksi Martamo (APA) as the auditor with principal responsibility.

At its organising meeting, the Board of Directors appointed Solveig Törnroos-Huhtamäki as Vice Chairman. Two committees were appointed to support the work of the Board of Directors: a Nomination and Compensation Committee and an Audit Committee. Karri Kaitue was elected Chairman and Kalevi Alestalo and Matti Mantere as the members of the Appointment and Compensation Committee. Solveig Törnroos-Huhtamäki was elected Chairman of the Audit Committee, with Kalevi Alestalo and Elina Engman as members.

Events following the reporting period

In the fourth, fifth and sixth rounds of tendering for regional main road maintenance contracts, Destia won the contracts for Kuusamo, Joensuu and Vantaa. All contracts are five years in duration. In the tendering, Destia succeeded satisfactorily and maintained its market position.

Destia and Lemminkäinen have agreed on co-operation concerning the PPP project for the E18 Hamina–Vaalimaa road section. The parties have agreed to form a tendering consortium for the Finnish Transport Agency project involving the construction of a 32-kilometre motorway section and Vaalimaa lorry park for 500 vehicles as well as their maintenance for the next 15–20 years. The Finnish Transport Agency has a contract authorisation of MEUR 660 for the E18 Hamina–Vaalimaa project, which makes it extremely large in Finnish terms. Lemminkäinen and Destia consider the project too large for a single company in terms of financial and personnel resources.

Outlook for 2014

There are already signs of recovery in the eurozone economy, but the Finnish economy may not catch up with the growth in the global economy until next year. With both public and private sector investments decreasing, the infrastructure market is expected to contract further until 2015. Competition is fierce as the number of major projects decreases and as projects started during previous years are being completed.

The size and structure of Destia's order book differ from what has been targeted. Success in tendering for major projects has been disappointing, which presents challenges for revenue this year. In the reporting period, however, Destia's order book developed positively. Most of the order book extends to the current year and the next year. Based on the normal annual cycle, most of the workload is decided upon during the first half of the year. The order book coupled with the measures we have taken towards improving customer work and project management provide a solid foundation for maintaining good profitability and cash flow also in future.

Destia Group's 2014 revenue and operating profit are expected fall slightly short of the level of the previous year.

Vantaa, 5 May 2014

Destia Oy

Board of Directors

More information
President & CEO Hannu Leinonen, tel. +358 20 444 4000 and CFO Pirkko Salminen, tel. +358 50 302 2485
Financial reporting 2014
Destia will publish its interim financial reports for January−June on 8 August 2014 and for January−September on 28 October 2014.

CONSOLIDATED INCOME STATEMENT AND CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

IFRS

MEUR	1-3/2014	1-3/2013	1-12/2013
Continuing operations			
Revenue	**67.7**	**78.1**	**489.7**
Other operating income	0.4	1.3	5.3
Materials and services	43.3	51.7	335.4
Employee benefit expenses	18.3	19.1	86.9
Depreciations	2.7	3.1	12.2
Other operating expenses	7.6	7.8	41.6
Operating result	**-3.9**	**-2.2**	**18.9**
Financial income	0.1	0.1	0.6
Financial expenses	0.2	0.4	2.7
Result before taxes	**-4.0**	**-2.5**	**16.8**
Income taxes	-0.8	-0.6	4.2
Result for the period of continuing operations	**-3.2**	**-1.9**	**12.5**
Discontinued operations			
Result for the period of discontinued operations	0.0	1.7	2.3
Result for the period	**-3.2**	**-0.3**	**14.9**
Other comprehensive income including tax effects			
Items that will not be reclassified to profit and loss			
Actuarial profit and loss from benefit-based pension arrangements			-1.3
			-1.3
Items that may be reclassified subsequently to profit and loss			
Cash flow hedges	0.0	0.1	1.0
	0.0	0.1	1.0
Other comprehensive income net of tax	**0.0**	**0.1**	**-0.4**
Comprehensive income for the period including tax effects	**-3.2**	**-0.2**	**14.5**

Result for the period and comprehensive income for the period belong to parent company shareholders.

Earnings per share, EUR	**-4.76**	**-0.38**	**21.85**

CONSOLIDATED BALANCE SHEET
IFRS

MEUR	31.3.2014	31.3.2013	31.12.2013
ASSETS			
Non-current assets			
Tangible assets	55.5	63.1	57.7
Goodwill	17.0	17.0	17.0
Other intangible assets	2.2	2.4	2.4
Pension receivable		0.1	
Available-for-sale financial assets	2.1	1.7	2.1
Deferred tax assets	1.9	4.2	2.0
Non-current assets, total	**78.7**	**88.6**	**81.2**
Current assets			
Inventories	21.2	23.8	20.6
Accounts and other receivables	42.5	42.4	63.8
Held-to-maturity investments		25.0	
Cash and cash equivalents	54.1	25.2	54.5
Current assets, total	**117.7**	**116.4**	**138.9**
Assets, total	**196.4**	**205.0**	**220.0**
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the parent company			
Share capital	17.0	17.0	17.0
Invested unrestricted equity fund	56.4	56.4	56.4
Other items	-0.2	-1.2	-0.3
Retained earnings	7.5	-3.0	10.8
Equity, total	**80.7**	**69.2**	**83.9**
Non-current liabilities			
Deferred tax liabilities	0.6	1.4	0.6
Pension liabilities	0.8		0.8
Provisions	11.7	14.6	11.8
Financial liabilities	10.8	32.5	10.9
Non-current liabilities, total	**23.9**	**48.5**	**24.1**
Current liabilities			
Accounts payable and other liabilities	50.6	49.5	75.7
Provisions	6.2	9.5	6.6
Financial liabilities	0.3	0.4	0.2
Advances received	34.8	28.0	29.5
Current liabilities, total	**91.8**	**87.3**	**112.0**
Equity and liabilities, total	**196.4**	**205.0**	**220.0**

CONSOLIDATED CASH FLOW STATEMENT
IFRS

MEUR	**1-3/2014**	**1-3/2013**	**1-12/2013**
OPERATING CASH FLOWS			
Cash receipts from customers	93.9	85.6	475.2
Expenses paid to suppliers and personnel	-93.1	-96.3	-456.8
Interests paid	0.0	0.0	-0.7
Interests received	0.1	0.1	0.2
Other financial items	0.0	-0.1	-2.2
Tax paid	0.0	-0.3	-0.5
Net operating cash flow, continuing operations	0.8	-11.0	15.1
Net operating cash flow, discontinued operations		-0.7	-0.2
Net operating cash flow	0.8	-11.7	14.9
INVESTMENT CASH FLOW			
Investments in intangible and tangible assets	-1.4	-0.7	-7.6
Sale of intangible and tangible assets	0.3	1.5	6.5
Investments in other assets		-25.0	-26.0
Proceeds from the sale of other investments			25.9
Net investment cash flow, continuing operations	-1.1	-24.2	-1.2
Net investment cash flow, discontinued operations			
Net investment cash flow	-1.1	-24.2	-1.2
FINANCIAL CASH FLOWS			
Decrease in non-current debt (-)			-20.2
Decrease in short-term financing (-)		0.0	-0.1
Net financial cash flow, continuing operations	0.0	0.0	-20.3
Net financial cash flow, discontinued operations			
Net financial cash flow	0.0	0.0	-20.3
Change in cash and cash equivalents	-0.3	-35.9	-6.6
Cash and cash equivalents at beginning of financial period	54.5	61.1	61.1
Cash and cash equivalents at end of financial period	54.1	25.2	54.5

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
IFRS

MEUR

	Equity attributable to equity holders of the parent company					
	Share capital	**Hedqe inst-rument fund**	**Invested unrestricted equity fund**	**Translation differences**	**Retained earnings**	**Total**
Equity 1 Jan 2013	17.0	-1.3	56.4	0.0	-2.8	69.4
Other comprehensive income						
Result for the period					-0.3	-0.3
Other comprehensive items:						
Translation differences						
Cash flow hedges		0.1				0.1
Comprehensive income for the period		0.1			-0.3	-0.2
Equity total 31 March 2013	**17.0**	**-1.2**	**56.4**	**0.0**	**-3.0**	**69.2**

	Equity attributable to equity holders of the parent company					
	Share capital	**Hedqe inst-rument fund**	**Invested unrestricted equity fund**	**Translation differences**	**Retained earnings**	**Total**
Equity 1 Jan 2014	17.0	-0.3	56.4	0.0	10.8	83.9
Other comprehensive income						
Result for the period					-3.2	-3.2
Other comprehensive items:						
Translation differences						0.0
Cash flow hedges		0.0				0.0
Comprehensive income for the period		0.0			-3.2	-3.2
Equity total 31 March 2014	**17.0**	**-0.2**	**56.4**	**0.0**	**7.5**	**80.7**

NOTES

This interim report has been prepared in accordance with the IFRS accounting and assessment principles, but not all requirements of the IAS 34 standard have been observed. The interim report should be read together with the financial statements for 2013. The new revised standards or interpretations effective as of 1 January 2014 have no bearing on the figures presented for the report period.

CONSOLIDATED INCOME STATEMENT; QUARTERLY FIGURES
IFRS

MEUR	1-3/2014	10-12/2013	7-9/2013	4-6/2013	1-3/2013
Continuing operations					
Revenue	**67.7**	**143.3**	**156.0**	**112.3**	**78.1**
Other operating income	0.4	1.5	1.7	0.8	1.3
Materials and services	43.3	98.4	110.7	74.7	51.7
Employee benefit expenses	18.3	25.4	20.6	21.8	19.1
Depreciations	2.7	3.1	3.0	3.0	3.1
Other operating expenses	7.6	12.4	10.2	11.2	7.8
Operating result	**-3.9**	**5.5**	**13.2**	**2.5**	**-2.2**
Financial income	0.1	0.1	0.0	0.4	0.1
Financial expenses	0.2	0.9	0.2	1.3	0.4
Result before taxes	**-4.0**	**4.7**	**13.1**	**1.6**	**-2.5**
Income taxes	-0.8	-1.3	-3.2	-0.3	-0.6
Result for the period of continuing operations	**-3.2**	**3.3**	**9.9**	**1.3**	**-1.9**
Discontinued operations					
Result for the period of discontinued operations	0.0	0.1	0.6		1.7
Result for the period	**-3.2**	**3.4**	**10.4**	**1.3**	**-0.3**

CONSOLIDATED BALANCE SHEET, QUARTERLY FIGURES
IFRS

MEUR	3/2014	12/2013	9/2013	6/2013	3/2013
ASSETS					
Non-current assets					
Tangible assets	55.5	57.7	60.5	62.9	63.1
Goodwill	17.0	17.0	17.0	17.0	17.0
Other intangible assets	2.2	2.4	2.5	2.3	2.4
Pension receivable			0.1	0.1	0.1
Available-for-sale financial assets	2.1	2.1	2.1	2.1	1.7
Deferred tax assets	1.9	2.0	3.3	3.6	4.2
Non-current assets, total	**78.7**	**81.2**	**85.5**	**88.0**	**88.6**
Current assets					
Inventories	21.2	20.6	23.6	23.4	23.8
Accounts and other receivables	42.5	63.8	72.5	73.4	42.4
Held-to-maturity investments					25.0
Cash and cash equivalents	54.1	54.5	29.5	24.8	25.2
Current assets, total	**117.7**	**138.9**	**125.6**	**121.6**	**116.4**
Assets, total	**196.4**	**220.0**	**211.2**	**209.6**	**205.0**
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the parent company					
Share capital	17.0	17.0	17.0	17.0	17.0
Invested unrestricted equity fund	56.4	56.4	56.4	56.4	56.4
Other items	-0.2	-0.3	-0.3	-0.3	-1.2
Retained earnings	7.5	10.8	8.7	-1.8	-3.0
Equity, total	**80.7**	**83.9**	**81.8**	**71.3**	**69.2**
Non-current liabilities					
Deferred tax liabilities	0.6	0.6	1.4	1.4	1.4
Pension liabilities	0.8	0.8			
Provisions	11.7	11.8	14.1	14.5	14.6
Financial liabilities	10.8	10.9	11.1	11.2	32.5
Non-current liabilities, total	**23.9**	**24.1**	**26.6**	**27.1**	**48.5**
Current liabilities					
Accounts payable and other liabilities	50.6	75.7	73.0	68.2	49.5
Provisions	6.2	6.6	7.4	8.6	9.5
Financial liabilities	0.3	0.2	0.3	0.4	0.4
Advances received	34.8	29.5	22.1	34.0	28.0
Current liabilities, total	**91.8**	**112.0**	**102.8**	**111.1**	**87.3**
Equity and liabilities, total	**196.4**	**220.0**	**211.2**	**209.6**	**205.0**

CONSOLIDATED CASH FLOW STATEMENT; QUARTERLY FIGURES
IFRS

MEUR	1-3/2014	10-12/2013	7-9/2013	4-6/2013	1-3/2013
OPERATING CASH FLOWS					
Cash receipts from customers	93.9	161.9	141.6	86.0	85.6
Expenses paid to suppliers and personnel	-93.1	-134.9	-137.5	-88.1	-96.3
Interests paid	0.0	-0.2	0.0	-0.5	0.0
Dividends received				0.0	
Interests received	0.1	0.0	0.0	0.1	0.1
Other financial items	0.0	-1.0	-0.1	-1.1	-0.1
Tax paid	0.0	-0.4	-0.3	0.5	-0.3
Net operating cash flow, continuing operations	0.8	25.5	3.7	-3.1	-11.0
Net operating cash flow, discontinued operations			0.5		-0.7
Net operating cash flow	**0.8**	**25.5**	**4.2**	**-3.1**	**-11.7**
INVESTMENT CASH FLOW					
Investments in intangible and tangible assets	-1.4	-2.2	-1.0	-3.7	-0.7
Sale of intangible and tangible assets	0.3	1.8	1.6	1.6	1.5
Investments in other assets				-1.0	-25.0
Proceeds from the sale of other investments				25.9	
Net investment cash flow, continuing operations	-1.1	-0.3	0.6	22.8	-24.2
Net investment cash flow, discontinued operations					
Net investment cash flow	**-1.1**	**-0.3**	**0.6**	**22.8**	**-24.2**
FINANCIAL CASH FLOWS					
Decrease in non-current debt (-)		-0.2		-20.0	
Decrease in short-term financing (-)		0.0	0.0	-0.1	0.0
Net financial cash flow, continuing operations	0.0	-0.2	0.0	-20.1	0.0
Net financial cash flow, discontinued operations					
Net financial cash flow	**0.0**	**-0.2**	**0.0**	**-20.1**	**0.0**

GROUP´S KEY FIGURES
IFRS

MEUR	1-3/2014	1-3/2013	1-12/2013
Revenue, continuing operations	67.7	78.1	489.7
Change from previous year, %	-13.3	-20.4	-3.5
Operating profit for the period, continuing operations	-3.9	-2.2	18.9
% of revenue	-5.8	-2.9	3.9
Result for the period, continuing operations	-3.2	-1.9	12.5
% of revenue	-4.8	-2.5	2.6
Result for the period	-3.2	-0.3	14.9
Gross investments	0.6	0.7	9.5
% of revenue	0.9	0.9	1.9
Balance sheet total	196.4	205.0	220.0
Equity	80.7	69.2	83.9
Equity ratio, % 1)	49.9	39.1	44.0
Net gearing, % 2)	-53.4	-25.2	-51.6
Interest-bearing liabilities	11.1	32.8	11.2
Current Ratio 3)	1.3	1.3	1.2
Quick Ratio 4)	1.5	1.4	1.2
Return on equity, % 5)	14.4	16.5	19.4
Return on investment, % 6)	19.8	13.8	22.1
Earnings per share, EUR	-4.76	-0.38	21.85
Equity per share, EUR	118.70	101.78	123.41
Average personnel	1 450	1 462	1 515
Occupational accidents resulting in absence from work *)	13.3	6.2	10.8
Comparable order book **)	676.2	706.9	574.6
Research and development expenses	0.2	0.2	1.1
% of other operating expenses	2.6	2.6	2.6

*) Occupational accidents of Destia's own personnel per one million working hours

**) The order book from previous periods has been changed to be comparable

Formulas:
1) (Equity/(balance sheet total - advances received))*100
2) ((Interest-bearing liabilities - cash and cash equivalents and held-to-maturity investments)/equity) *100
3) (Inventories + liquid assets)/current liabilities
4) Financial assets without receivables from uncompleted contracts/current liabilities without advance payments
5) (Result for the period/average equity)*100
(opening and closing balance)
6) (Result before taxes + interest costs and other financial expenses)/(invested capital average)*100
(balance sheet total - non-interest-bearing liabilities - provisions, opening and closing balance)

Under points 5 and 6 the result has been converted into yearly result (12 months back).

GROUP´S QUARANTEES AND CONTINGENT LIABILITIES
IFRS

MEUR	31.3.2014	31.3.2013	31.12.2013
Bank quarantees	73.0	87.1	81.5
Leasing liabilities			
Within one year	3.4	3.2	3.3
Within more than one year and less than five years	3.7	5.1	3.8
Within more than five years	0.0	0.1	0.0
Total	7.1	8.4	7.1

GROUP'S CARRYING AMOUNTS OF FINANCIAL ASSETS AND LIABILITIES
IFRS

MEUR	31.3.2014	31.3.2013	31.12.2013
Financial assets			
Available-for-sale financial assets			
Available-for-sale financial assets (level 3)	2.1	1.7	2.1
Financial assets at fair value through profit or loss			
Current			
Accounts and other receivables (level 2)	22.4	25.9	39.8
Held-to-maturity investements (level 2)		25.0	
Cash and cash equivalents (level 2)	54.1	25.2	54.5
Financial liabilities			
Financial liabilities at fair value through profit or loss			
Interest rate swaps. in hedge accounting (level 2)		1.6	
Interest rate swaps. not in hedge accounting (level 2)	0.3		0.3
Other derivatives - not in hedge accounting (level 2)		0.1	0.0
Financial liabilities valued at amortized acquisition cost			
Non-current			
Loans from financial institutions. interest-bearing (level 2)	10.0	30.2	10.0
Financial leasing liability. interest-bearing (level 2)	0.5	0.7	0.6
Current			
Loans from financial institutions. interest-bearing (level 2)		0.1	
Financial leasing liability. interest-bearing (level 2)	0.2	0.2	0.2
Accounts payable and other liabilities (level 2)	53.7	48.5	74.5

The carrying value equals for the fair value. The levels adopted in fair value accounting:

Level 1: Exchange traded securities.
Level 2: Fair value determined by observable parameters.
Level 3: Fair value determined by non-observable parameters.

SHARES AND SHAREHOLDERS

Shareholder	Number of shares	%	Voting right	Share capital EUR
State of Finland	680 000	100,0	1 vote/share	17 000 000

All figures have been rounded up or down, so the sums of individual figures may differ from the sums shown. The information provided in the interim report has not been audited.