

DESTIA'S INTERIM REPORT

JANUARY–MARCH
2015



DESTIA
BUILDING THE BIGGER PICTURE

Destia Group Plc is Destia Ltd's parent company, which was established in connection with the ownership arrangement of Destia and which owns 100% of Destia Ltd's shares.

This interim report reports on the financial development of Destia Group from 1 January 2015 to 31 March 2015. The comparative figures are figures from the Destia subgroup in 2014. Comparative figures do not exist for Destia Group.

The Destia Group = Destia, Destia Group Plc, group

The Destia subgroup (former Destia Group) = subgroup

Destia's interim report for January–March 2015

REVENUE AND ORDER BOOK INCREASE IN A CHALLENGING MARKET SITUATION AS PROFITABILITY WEAKENS SLIGHTLY

- Revenue increased by 9.8 per cent to MEUR 74.3 (67.7).
- The operating result was MEUR -4.8 (-3.9).
- The order book increased by 15 per cent in comparison to the end of 2014 and stood at MEUR 721.6.
- Investment in occupational safety continues: accident frequency at end of review period excellent: 6.5 (13.3).
- Destia's revenue is forecast to grow slightly but operating profit is forecast to fall short of the previous year in 2015.

Group's key figures (IFRS), MEUR	Destia Group 1-3/2015	Destia subgroup 1-3/2014	Destia Group 7-12/2014	Destia subgroup 1-12/2014
Revenue	74.3	67.7	261.8	431.5
Operating result	-4.8	-3.9	12.5	15.1
% of revenue	-6.5	-5.8	4.8	3.5
Result for the period	-4.5	-3.2	5.5	10.5
% of revenue	-6.1	-4.8	2.1	2.4
Return on investment, %	6.0	19.8	9.2	20.9
Equity ratio, %	30.7	49.9	29.4	34.3
Net gearing, %	85.0	-53.4	42.4	-41.2
Average personnel	1 407	1 450	1 502	1 502
Occupational accidents resulting in absence from work *)	6.5	13.3	9.3	9.3
Order book at the end of period	721.6	676.2	628.2	628.2

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

President & CEO Hannu Leinonen comments on the reporting period:

"The infrastructure market weakened further in the early part of the year as the economic situation continued to be uncertain. Overall demand, however, is rather moderate. In a tight market situation, we are paying particular attention to risk management and profitability, from the tendering stage on. Destia's order book developed positively during the reporting period and is larger than last year both in our core businesses and in the key areas of strategic growth.

Our revenue improved but our result weakened in the first quarter compared to the previous year. The result for the corresponding period last year was improved by individual ongoing projects that were particularly successful.

We are continuing our investment in personnel development in accordance with our strategy. This year, training targeted at personnel is focusing on entrenching target-oriented customer work and harmonised

operating practices. Our strong investment in the improvement of occupational safety also continues. I am satisfied with our record low accident frequency achieved in the first quarter, which was 6.5.

Our order book and the measures we are taking to improve customer work and project management provide a good foundation to maintain profitability in the longer term, despite the challenging market situation. We estimate that our revenue will increase slightly but that operating profit will fall short of the previous year in 2015.”

Operating environment

The operating environment for infrastructure and the whole construction sector weakened further in the first quarter of 2015 as a result of the depressed economy. At the same time, funding targeted at the maintenance of the traffic network declined. The challenging market situation is evident not only in the fierce competition for projects but also in the exceptionally low level of tender prices.

This year, demand in the infrastructure field is likely to remain moderate, as several new projects are starting up during the year. Either in the tendering phase already or coming to tender calculation are nuclear power projects, waste power plant projects and airport projects, as well as many other projects in both the public and private sectors.

The construction confidence indicators of the Confederation of Finnish Industries (EK) strengthened slightly in March, but the economic picture in construction continues to be quite modest. The Finnish construction confidence indicators were somewhat below the average of the EU countries.

The Confederation of Finnish Construction Industries RT (CFCI) estimates that construction is contracting for the fourth consecutive year and the total volume of construction will decline by almost one per cent in 2015, as will civil engineering. Infrastructure construction in particular will suffer from the tight public finances as local authorities reduce their infrastructure investments. According to the CFCI forecast, growth in the infrastructure sector will not begin until next year. As the economy picks up, the economic prospects for construction will brighten, and CFCI forecasts that next year the infrastructure sector will start to grow as a result of the recovery of new-build construction. The recovery of new-build construction will significantly increase subgrade work. CFCI estimates that the prospects for construction will be clearly better in 2016 than this year.

The economic work group for construction appointed by the Ministry of Finance, Raksu, also predicts that infrastructure construction will contract by about one per cent this year. Raksu forecasts that in 2016 it will grow by 2–4 per cent. According to Raksu, the industry is also showing some positive signs despite the poor prospects: many new projects are in the pipeline, additional funding has been granted for several projects and some projects have also been brought forward.

Costs have started to fall. According to Statistics Finland, the costs of the civil engineering industry fell by 2.0 per cent from March 2014 to March 2015. The annual change in costs varied by sub-index from -13.7 per cent in surfacing to 1.4 per cent in rock construction.

Order book and new orders

The training for our personnel that began last year focusing on harmonised target-oriented customer work is now evident as positive development in the order book. The Kalasatama centre project in Helsinki was also restarted after a two-year break. Destia's order book increased by 15 per cent compared to the end of 2014. The order book at the end of March was MEUR 721.6 (676.2), MEUR 45.5 higher than the previous year.

The most significant new contracts valued at no less than one million euros and signed during the first quarter:

- The construction of the access roads for the E18 Hamina bypass in Hamina, will be completed in October 2015
- Renovation project for the dam of the Imatra hydroelectric power plant, will be completed in December 2018
- Construction of the Jaatila bridge and street network in Somero, will be completed in November 2015
- Civil engineering work at Kalasatama centre in Helsinki, will be completed by the end of 2017
- Construction of Kauhakorvenkatu in Tampere, will be completed in July 2016
- Renovation contract for three bridges in Valkeakoski, will be completed in October 2015
- Maintenance Area 12 track and safety equipment maintenance in 2015–2020
- Maintenance services for spare bridge equipment of the Finnish Transport Agency from 2015 to 2020
- Upgrading of National Road 8 at Nousianen, will be completed in December 2016
- Construction of the Isomäki overbridge situated on National Road 8 between Eurajoki and Pori, will be completed in December 2015.

During the reporting period, a tendering consortium comprising Destia, Lemminkäinen and 3i lost the tender for the life-cycle project concerning the Hamina–Vaalimaa section of E18.

Revenue development

During the first quarter, Destia's revenue was MEUR 74.3 (67.7). Maintenance contracts, especially, are emphasised in revenue in the winter period. Otherwise 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 (0.4). This mainly consists of sales income from fixed assets and rental profit.

Result development

The operating result was negative at MEUR -4.8 (-3.9). The result for the corresponding period last year was improved by individual ongoing projects that were particularly successful.

In the reporting period, Group net financial costs were MEUR 0.9 (0.1), which amounted to 0.1 per cent (0.2) of revenue. The increase in financial costs was a result of the impact of a MEUR 65 bond issued in connection with Destia's corporate acquisition. Income taxes in the reporting period amounted to MEUR 1.1 positive (0.8).

The Group's result for the reporting period was MEUR -4.5 (-3.2).

Balance sheet, cash flow and financing

Total assets on the consolidated balance sheet were MEUR 226.9 at the end of the reporting period. Return on investment was 6.0 per cent, equity ratio 30.7 per cent, and gearing 85.0 per cent.

As a result of seasonality and successful working capital management, operating cash flow developed well at the end of 2014, which led to the negative development of cash flow at the start of the year. The cash flow of the reporting period comprised operating cash flow of MEUR -17.3, investment cash flow of MEUR -2.3 and financial cash flow of MEUR -3.5. Financial cash flow includes the amortisation by MEUR 2.0 of hybrid loans in accordance with the decision made at the Annual General Meeting and interest payments of about MEUR 1.5.

The financial position of the Group remained moderate. The financial assets on the balance sheet were MEUR 14.6 at the end of the reporting period. Destia's MEUR 150 commercial paper programme and short-term credit limit of MEUR 30.0 were not used. The amount of interest-bearing liabilities remained at the same level as at the end of 2014, and was MEUR 66.9 at the end of the reporting period. Of all loans, 0.3 per cent were short-term and 99.7 per cent long-term. Interest-bearing net liabilities at the end of the report period were MEUR 52.3.

Shares and share capital

The registered share capital of Destia Group Oyj is EUR 80,000 and its total number of shares is 80,000. The company is 100% owned by AC Infra Oy, which is part of the Ahlström Capital Group.

Investments and acquisitions

Destia's gross investments during the first quarter of the year totalled MEUR 0.4 (0.6), which amounted to 0.6 per cent (0.9) of revenue. The investments were mainly targeted at the fleet.

Personnel

Destia's average number of personnel during the reporting period was 1,407 (1,450). At the end of March, the number of personnel was 1,407 (1,454), of which permanent staff totalled 1,339 (1,378) and temporary employees 68 (76). 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. Determined investment in improving occupational safety is also continuing this year. Accident frequency was at a record low at the end of the reporting period, 6.5 occupational accidents per one million working hours (13.3). During 2015, Sisu training is being organised for the purposes of personnel development, the aim of which is to reinforce the lessons learned in the training of previous years, especially target-oriented customer work and harmonised operating practices. Destia is also conducting the Voima change project, in which processes and operating practices are being harmonised and, in order to support them, the intention is to introduce a common ERP system at the beginning of 2016.

The bonus scheme for 2015, approved by Destia's Board of Directors and covering all personnel, forms part of the overall staff reward scheme. The bonus scheme brings a supportive, in-house co-operation and strategy-enhancing control and reward element to compensation. There is one more target group for the 2015 bonus scheme than there was the previous year. The target groups for the new bonus scheme are comprised of five different personnel groups: 1) personnel working on Destia projects; 2) work supervisors; 3) support function personnel and business unit support personnel; 4) business unit managers, and 5) Executive Vice Presidents.

Organisational structure and management

Destia's operations are divided into four regional business units: Southern Finland, Western Finland, Eastern Finland and Northern Finland, as well as the national Consulting Services business unit.

The business of the regional business units 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 Southern Finland business unit also includes the Rock Construction unit, the Eastern Finland business unit includes the Railway Construction and Maintenance unit, the Western Finland business unit includes the Aggregates unit and the Northern Finland business unit

includes the Fleet unit. The business of the national Consulting Services business unit comprises planning, survey and analysis services and international consultancy.

In 2015, Destia's Management Team comprises President and CEO Hannu Leinonen, CFO Pirkko Salminen, director Jouni Karjalainen, and Executive Vice Presidents Minna Heinonen, Pasi Kailasalo, Jukka Raudasoja, Marko Vasenius and Seppo Ylitapio, and personnel representative Jouko Korhonen. General Counsel Aki Markkola serves as Secretary of the Management Team.

Decisions of the Annual General Meeting

The Annual General Meeting of Destia Group Plc was held on 17 March 2015, and it confirmed the financial statements for 2014 and discharged from liability the President and CEO and members of the Board. In accordance with a proposal by the Board of Directors, the Annual General Meeting decided that no dividend or repayment of capital be paid for the financial period that ended on 31 December 2014 but that MEUR 2 of hybrid loan amortisation and EUR 1.5 of hybrid loan interest accrued be paid.

The meeting decided that the number of board members would be six and elected Arto Rätty as Chairman of the Board. Jacob af Forselles, Matti Mantere, Panu Routila and Solveig Törnroos-Huhtamäki were re-elected as the other members of the Board of Directors. Marcus Ahlström was elected as a new member of the board.

The Annual General Meeting elected KPMG Oy Ab (Authorised Public Accountants) as Destia Group Plc's auditor for the 2015 accounting period, with Virpi Halonen (APA) as the auditor with principal responsibility.

The Board of Directors elected Panu Routila as Vice Chairman at its organising meeting. Two permanent committees were appointed to support the work of the Board of Directors: a Human Resources Committee and an Audit Committee. The Board of Directors also established an assisting committee comprising two members of the board. Arto Rätty was elected Chairman and Jacob af Forselles and Matti Mantere as the members of the Human Resources Committee. Solveig Törnroos-Huhtamäki was elected as Chairperson of the Audit Committee, and Marcus Ahlström and Jacob af Forselles as members. Matti Mantere and Arto Rätty were elected members of the assisting committee.

Based on the independence evaluation of the Board of Directors, all the members of the board are independent of the company and, with the exception of Panu Routila and Jacob af Forselles, also independent of the owner.

Litigation and disputes

On 30 January 2015, the Helsinki Court of Appeal gave a decision on the civil case concerning a contract between Destia Ltd and TelaSteel Oy. Some of the demands presented were settled in favour of Destia, others in favour of TelaSteel. The compensation demands presented in the case were accepted in part only. Both Destia and TelaSteel pay their own legal expenses. The decision given by the District Court was overruled and TelaSteel was freed from its obligation to compensate Destia's legal expenses at the District Court. The amount of compensation with interest that Destia paid to TelaSteel was MEUR 0.3.

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 large contracts is of paramount importance. New forms of tendering have emerged in the tendering for major public projects, which require a new kind of expertise.

The fluctuation in the price of oil-based commodities causes uncertainty with regard to 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 is being created by the potential fluctuation of input prices and the ability to manage project risks. The key factors in project management are an efficient process 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 Destia subgroup's freedom from net liabilities has significantly reduced financial risks. Financial risks related to the financing of the parent company, Destia Group Plc, are managed in accordance with the treasury policy.

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

Events following the reporting period

The Kalasatama centre project was restarted on 1 April 2015 after a two-year break. The project will be completed by the end of 2017.

Destia's strong market position in track maintenance was reinforced when the Eastern Finland railway network Maintenance Area 8 (Ylä-Savo) agreement up to 2020 was signed on 10 April 2015. The Maintenance Area 8 railway network maintenance contract covers about 535 kilometres of track. The key sections of the railway network are Pieksämäki–Kuopio–Iisalmi and Varkaus–Joensuu.

At the beginning of April, Destia won a municipal engineering contract tender in Varkaus. This major seven-year maintenance contract includes the summer and winter maintenance of park and green areas, other public areas and premises service sites, as well as the construction of streets and water supply systems. Winning this contract supports Destia's strategic aims on the municipal market.

11 area-wide highway maintenance contracts were tendered for. After the rounds of tendering, Destia has won six contracts: Sodankylä, Lapua, Puolanka, Kemijärvi–Posio, Parkano and Porvoo. All contracts are five years in duration. Destia's relative market share remained unchanged.

Growth strategy and financial objectives

The Board of Directors has ratified Destia's strategy for 2014–2022 and the financial objectives for the 2014–2016 business planning period. The key focus of the strategy is to grow profitably on the infrastructure market through good customer work and by making good use of in-house expertise.

Based on this, the Board confirmed the following financial objectives for the 2014–2016 business planning period:

- Average growth in revenue of 5% per year
- Operating profit of 4% by the end of 2016
- Return on investment of 15% by the end of 2016
- Equity ratio of 40% by the end of 2016

Destia's core business are large road projects and infrastructure maintenance requiring special expertise. The focus areas of Destia's strategic growth in the coming period are in the rock and railways businesses and in energy construction. At Destia, we are investing strongly in the development of customer work. Human resources development is still the company's strategic area of focus.

Outlook for 2015

The operating environment for infrastructure and the whole construction sector is weakening further as a result of the depressed economy. The infrastructure market will contract by one per cent this year, and growth will not be evident until next year. In a challenging market situation, competition for projects will continue to be fierce due to the number of large projects and the amount of private sector investments being small.

Destia's order book, which is better than last year, and the measures taken to improve customer work and project management provide a good foundation to maintain profitability in the longer term, despite the challenging market situation.

Market guidelines for 2015

Destia's revenue is forecast to grow slightly but operating profit is forecast to fall short of the previous year in 2015.

Vantaa, 28 April 2015

Destia Group Plc

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 2015

Destia will publish its interim reports for January–June on 11 August 2015 and for January–September on 27 October 2015.

CONSOLIDATED INCOME STATEMENT AND CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

IFRS

MEUR	Destia Group	Destia subgroup	Destia Group	Destia subgroup
	1-3/2015	1-3/2014	7-12/2014	1-12/2014
Revenue	74.3	67.7	261.8	431.5
Other operating income	0.4	0.4	1.7	3.3
Materials and services	51.8	43.3	176.7	284.2
Employee benefit expenses	17.9	18.3	46.9	86.9
Depreciations	2.2	2.7	4.7	10.0
Other operating expenses	7.6	7.7	22.7	38.5
Operating result	-4.8	-3.9	12.5	15.1
Financial income	0.2	0.1	0.0	0.2
Financial expenses	1.0	0.2	5.1	2.0
Result before taxes	-5.7	-4.0	7.4	13.3
Income taxes	-1.1	-0.8	1.9	2.8
Result for the period	-4.5	-3.2	5.5	10.5
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			-1.5	-1.5
			-1.5	-1.5
Items that may be reclassified subsequently to profit and loss				
Cash flow hedges	-0.1	0.0	-0.9	0.3
	-0.1	0.0	-0.9	0.3
Other comprehensive income net of tax	-0.1	0.0	-2.4	-1.2
Comprehensive income for the period including tax effects	-4.7	-3.2	3.1	9.3

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

CONSOLIDATED BALANCE SHEET
IFRS

MEUR

	Destia Group	Destia subgroup	Destia Group	Destia subgroup
	31.3.2015	31.3.2014	31.12.2014	31.12.2014
ASSETS				
Non-current assets				
Tangible assets	55.1	55.5	56.8	56.8
Goodwill	83.2	17.0	83.2	17.0
Other intangible assets	1.6	2.2	1.7	1.7
Available-for-sale financial assets	2.1	2.1	2.1	2.1
Deferred tax assets	3.6	1.9	3.7	2.2
Non-current assets, total	145.6	78.7	147.5	79.8
Current assets				
Inventories	19.9	21.2	19.9	19.9
Accounts and other receivables	46.8	42.5	59.6	59.1
Cash and cash equivalents	14.6	54.1	37.7	21.7
Current assets, total	81.3	117.7	117.1	100.6
Assets, total	226.9	196.4	264.6	180.5
EQUITY AND LIABILITIES				
Equity attributable to equity holders of the parent company				
Share capital	0.1	17.0	0.1	17.0
Invested unrestricted equity fund	38.0	56.4	38.0	14.4
Hybrid loans	27.0		29.0	
Other items	-1.0	-0.2	-0.9	0.0
Retained earnings	-2.5	7.5	2.5	19.8
Equity, total	61.6	80.7	68.7	51.1
Non-current liabilities				
Deferred tax liabilities	0.8	0.6	1.0	0.7
Pension liabilities	2.8	0.8	2.8	2.8
Provisions	13.7	11.7	13.8	13.8
Financial liabilities	64.6	10.8	64.4	0.4
Non-current liabilities, total	81.9	23.9	81.9	17.6
Current liabilities				
Accounts payable and other liabilities	51.4	50.6	76.4	74.1
Provisions	5.3	6.2	5.9	5.9
Financial liabilities	0.3	0.3	0.5	0.5
Advances received	26.5	34.8	31.2	31.2
Current liabilities, total	83.5	91.8	114.0	111.7
Equity and liabilities, total	226.9	196.4	264.6	180.5

CONSOLIDATED CASH FLOW STATEMENT IFRS

MEUR	Destia Group	Destia subgroup	Destia Group	Destia subgroup
	1-3/2015	1-3/2014	7-12/2014	1-12/2014
OPERATING CASH FLOWS				
Cash receipts from customers	84.8	93.9	262.6	438.4
Expenses paid to suppliers and personnel	-100.3	-93.1	-239.7	-410.5
Interests paid	-0.8	0.0	-1.7	-0.2
Interests received	0.0	0.1	0.0	0.1
Other financial items	-0.1	0.0	-1.0	-1.3
Tax paid	-0.9	0.0	-2.3	-3.5
Net operating cash flow	-17.3	0.8	18.0	23.0
INVESTMENT CASH FLOW				
Investments in intangible and tangible assets	-2.4	-1.4	-4.9	-6.8
Sale of intangible and tangible assets	0.1	0.3	2.2	3.0
Subsidiary shares acquired			-87.5	
Net investment cash flow	-2.3	-1.1	-90.2	-3.7
FINANCIAL CASH FLOWS				
Rights issue			0.1	
Investment in Invested unrestricted equity fund			38.0	
Increase in non-current debt (+)			65.0	
Increase in non-current equity instruments (+)			17.0	
Decrease in non-current equity instruments (-)	-2.0			
Decrease in non-current debt (-)				-10.0
Increase in short-term financing (+)			9.0	15.8
Decrease in short-term financing (-)			-15.8	-15.8
Capital repayment to the State of Finland				-42.0
Interests and other financial items paid	-1.5		-3.4	
Net financial cash flow	-3.5	0.0	109.9	-52.0
Change in cash and cash equivalents	-23.1	-0.3	37.7	-32.8
Cash and cash equivalents at beginning of financial year	37.7	54.5		54.5
Cash and cash equivalents at end of financial year	14.6	54.1	37.7	21.7

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
IFRS

MEUR

Destia Group	Equity attributable to equity holders of the parent company						Total
	Share capital	Hedge instrument fund	Invested unrestricted equity fund	Hybrid loans	Translation differences	Retained earnings	
Equity 1 Jan 2015	0.1	-0.9	38.0	29.0	0.0	2.5	68.7
Other comprehensive income for the period							
Result for the period					0.0	-4.5	-4.5
Other comprehensive items:							
Translation differences					0.0		0.0
Cash flow hedges		-0.1					-0.1
Comprehensive profit and loss for the period, total		-0.1			0.0	-4.5	-4.7
Transactions with owner							
Hybrid loans				-2.0			-2.0
Interest of hybrid loans and deferred taxes						-0.4	-0.4
Equity total 31 March 2015	0.1	-1.0	38.0	27.0	0.0	-2.5	61.6

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 2014 financial statements. The new standards and interpretations adopted on 1 January 2015 have not affected the figures presented for the reporting period.

CONSOLIDATED INCOME STATEMENT; QUARTERLY FIGURES

IFRS MEUR	Destia Group 1-3/2015	Destia Group 10-12/2014	Destia Group 7-9/2014	Destia subgroup 4-6/2014	Destia subgroup 1-3/2014
Revenue	74.3	125.5	136.3	102.0	67.7
Other operating income	0.4	1.0	0.7	0.8	0.4
Materials and services	51.8	83.3	93.4	64.1	43.3
Employee benefit expenses	17.9	25.3	21.6	22.0	18.3
Depreciations	2.2	2.2	2.5	2.6	2.7
Other operating expenses	7.6	12.5	10.2	10.1	7.7
Operating result	-4.8	3.1	9.3	4.0	-3.9
Financial income	0.2	0.0	0.0	0.1	0.1
Financial expenses	1.0	1.4	3.7	0.4	0.2
Result before taxes	-5.7	1.8	5.7	3.6	-4.0
Income taxes	-1.1	-0.3	2.3	0.7	-0.8
Result for the period	-4.5	2.1	3.4	2.9	-3.2

CONSOLIDATED BALANCE SHEET; QUARTERLY FIGURES
IFRS

MEUR	Destia Group 31.3.2015	Destia Group 31.12.2014	Destia Group 30.9.2014	Destia subgroup 30.6.2014	Destia subgroup 31.3.2014
ASSETS					
Non-current assets					
Tangible assets	55.1	56.8	53.6	54.1	55.5
Goodwill	83.2	83.2	83.2	17.0	17.0
Other intangible assets	1.6	1.7	1.9	2.0	2.2
Available-for-sale financial assets	2.1	2.1	2.1	2.1	2.1
Deferred tax assets	3.6	3.7	1.9	1.8	1.9
Non-current assets, total	145.6	147.5	142.6	77.1	78.7
Current assets					
Inventories	19.9	19.9	23.5	22.2	21.2
Accounts and other receivables	46.8	59.6	66.2	59.4	42.5
Cash and cash equivalents	14.6	37.7	31.4	50.5	54.1
Current assets, total	81.3	117.1	121.2	132.1	117.7
Assets, total	226.9	264.6	263.8	209.1	196.4
EQUITY AND LIABILITIES					
Equity attributable to equity holders of the parent company					
Share capital	0.1	0.1	0.1	17.0	17.0
Invested unrestricted equity fund	38.0	38.0	38.0	56.4	56.4
Hybrid loans	27.0	29.0	29.0		
Other items	-1.0	-0.9	-0.7	0.0	-0.2
Retained earnings	-2.5	2.5	2.7	10.4	7.5
Equity, total	61.6	68.7	69.0	83.8	80.7
Non-current liabilities					
Deferred tax liabilities	0.8	1.0	0.5	0.6	0.6
Pension liabilities	2.8	2.8	0.8	0.8	0.8
Provisions	13.7	13.8	11.1	11.6	11.7
Financial liabilities	64.6	64.4	64.0	0.5	10.8
Non-current liabilities, total	81.9	81.9	76.5	13.5	23.9
Current liabilities					
Accounts payable and other liabilities	51.4	76.4	77.1	65.1	50.6
Provisions	5.3	5.9	5.6	5.8	6.2
Financial liabilities	0.3	0.5	9.2	7.0	0.3
Advances received	26.5	31.2	26.3	33.8	34.8
Current liabilities, total	83.5	114.0	118.2	111.8	91.8
Equity and liabilities, total	226.9	264.6	263.8	209.1	196.4

CONSOLIDATED CASH FLOW STATEMENT; QUARTERLY FIGURES
IFRS

MEUR	Destia Group 1-3/2015	Destia Group 10-12/2014	Destia Group 7-9/2014	Destia subgroup 4-6/2014	Destia subgroup 1-3/2014
OPERATING CASH FLOWS					
Cash receipts from customers	84.8	140.7	121.9	81.8	93.9
Expenses paid to suppliers and personnel	-100.3	-122.4	-117.3	-80.6	-93.1
Interests paid	-0.8	-0.9	-0.8	-0.2	0.0
Dividends received				0.0	
Interests received	0.0	0.0	0.0	0.0	0.1
Other financial items	-0.1	0.0	-0.9	-0.4	0.0
Tax paid	-0.9	-1.1	-1.1	-1.2	0.0
Net operating cash flow	-17.3	16.3	1.7	-0.5	0.8
INVESTMENT CASH FLOW					
Investments in intangible and tangible assets	-2.4	-2.5	-2.4	-0.5	-1.4
Sale of intangible and tangible assets	0.1	1.4	0.8	0.5	0.3
Subsidiary shares acquired			-87.5		
Net investment cash flow	-2.3	-1.0	-89.1	0.1	-1.1
FINANCIAL CASH FLOWS					
Rights issue			0.1		
Investment in Invested unrestricted equity fund			38.0		
Increase in non-current debt (+)			65.0		
Increase in non-current equity instruments (+)			17.0		
Decrease in non-current equity instruments (-)	-2.0				
Decrease in non-current debt (-)				-10.0	
Increase in short-term financing (-)			9.0	6.8	
Decrease in short-term financing (-)		-9.0	-6.8		
Interests and other financial items paid	-1.5		-3.4		
Net financial cash flow	-3.5	-9.0	118.9	-3.2	0.0
Change in cash and cash equivalents	-23.1	6.2	31.4	-3.6	-0.3
Cash and cash equivalents at beginning of financial period	37.7	31.4	0.0	54.1	54.5
Cash and cash equivalents at end of financial period	14.6	37.7	31.4	50.5	54.1

GROUP'S KEY FIGURES

IFRS

MEUR	Destia Group	Destia subgroup	Destia subgroup	Destia Group	Destia subgroup
	1-3/2015	1-3/2015	1-3/2014	7-12/2014	1-12/2014
Revenue	74.3	74.3	67.7	261.8	431.5
Change from previous year, %		9.8	-13.3		-11.9
Operating profit for the period	-4.8	-4.6	-3.9	12.5	15.1
% of revenue	-6.5	-6.2	-5.8	4.8	3.5
Result for the period	-4.5	-3.2	-3.2	5.5	10.5
% of revenue	-6.1	-4.3	-4.8	2.1	2.4
EBITDA 1)	-2.6	-2.4	-1.2	19.1	25.1
% of revenue	-3.5	-3.2	-1.7	7.3	5.8
Gross investments	0.4	0.4	0.6	72.5	8.0
% of revenue	0.6	0.6	0.9	27.7	1.9
Balance sheet total	226.9	147.9	196.4	264.6	180.5
Equity	61.6	47.9	80.7	68.7	51.1
Equity ratio, % 2)	30.7	39.5	49.9	29.4	34.3
Net gearing, % 3)	85.0	-4.4	-53.4	42.4	-41.2
Interest-bearing liabilities	66.9	1.2	11.1	66.8	0.6
Current Ratio 4)	1.0	0.9	1.3	1.0	0.8
Quick Ratio 5)	0.8	0.6	1.5	1.0	0.9
Return on equity, % 6)	1.4	21.0	14.4	8.0	15.5
Return on investment, % 7)	6.0	29.3	19.8	9.2	20.9
Earnings per share, EUR *)	-56.82	-4.73	-4.76	68.59	15.44
Equity per share, EUR	769.46	70.47	118.70	858.32	75.20
Average personnel	1 407	1 404	1 450	1 502	1 502
Occupational accidents resulting in absence from work **)	6.5	6.5	13.3	9.3	9.3
Order book	721.6	721.6	676.2	628.2	628.2
Research and development expenses	0.2	0.2	0.2	0.5	0.9
% of other operating expenses	2.5	2.5	2.6	2.1	2.4

*) Number of shares is: Destia Group Oyj 80,000, Destia Ltd 680,000

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

Formulas:

1) Operating profit + depreciation, amortisation and impairment losses. In 2014, EBITDA adjusted by non-recurring items related to acquisition

2) $(\text{Equity}/(\text{balance sheet total} - \text{advances received})) * 100$

3) $((\text{Interest-bearing liabilities} - \text{cash and cash equivalents and held-to-maturity investments})/\text{equity}) * 100$

4) $(\text{Inventories} + \text{liquid assets})/\text{current liabilities}$

5) Financial assets without receivables from uncompleted contracts/current liabilities without advance payments

6) $(\text{Result for the period}/\text{average equity}) * 100$
(opening and closing balance)

7) $(\text{Result before taxes} + \text{interest costs and other financial expenses})/(\text{invested capital average}) * 100$
(balance sheet total - non-interest-bearing liabilities - provisions, opening and closing balance)

Under points 6 and 7 the result has been converted into yearly result (12 months back)

Under items 6 and 7, the average value of equity and the balance sheet values of 31 December 2014 and 31 March 2015 have been used in the quarter as the balance sheet values of the Destia Group.

In the 2014 financial statements, equity and the balance sheet values of 31 December 2014 have been used.

DESTIA GROUP PLC, SHARES AND SHAREHOLDERS since 1 July 2014

Shareholder	Number of shares	%	Voting right	Share capital EUR
AC Infra Oy (Ahlström Capital)	80 000	100,0	1 vote/share	80 000

DESTIA LTD, SHARES AND SHAREHOLDERS since 1 July 2014

Shareholder	Number of shares	%	Voting right	Share capital EUR
Destia Group Oyj	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.