



## Interim report 1 January – 31 March 2009

- Equity ratio increased to 76.5% (64.0%); the company is debt-free.
- Cash flow from operating activities was EUR +8.1 (-7.4) million.
- Consolidated net sales from continuing operations totalled EUR 64.7 (90.9) million; most of the decrease was in Grain Trading.
- Operating profit from continuing operations, excluding non-recurring items, came to EUR -0.7 (0.6) million; non-recurring items totalled EUR 0.0 (4.8) million.
- Profit before taxes from continuing operations, excluding non-recurring items, was EUR -0.4 (-0.1) million.
- Profit for the period came to EUR -0.3 (5.0) million, and earnings per share amounted to EUR -0.04 (0.78).

The information in this interim report has not been audited.

### Matti Karppinen, CEO:

"The Group's financial position and balance sheet strengthened further in the first quarter. Our equity ratio rose to 76.5 per cent. Consolidated profit was below that of a year ago, which was expected. The fall in profit was attributable above all to the drop in net sales in Grain Trading and the impact of the weakened Norwegian and Swedish currencies on raw material costs. Positive factors supporting the profit level, however, were the improvements in productivity and cost-efficiency in most of the businesses, and the good sales and successful product launches in Frozen Foods.

"During the first quarter we closely monitored the downturn in the economy, made an assessment of the impact on the behaviour of consumers and customers and sought to forecast the impact of these changes on our business activities. The development of management, functions and processes within the Group companies has continued, with the aim of boosting cash flow and adding to strategic agility.

"From the start of the year, Seafood's business units have been reporting directly to the Group CEO. Under Group management control, Seafood's Finnish and foreign business management models and reporting practices have been reshaped, which has improved the manageability, transparency and predictability of operations.

"Work continued on achieving the Group's strategic growth target. The strong financial position and balance sheet provide a sound foundation for further development of the Group."

## KEY FIGURES ILLUSTRATING PERFORMANCE, EUR million

Continuing operations	Jan-Mar 2009	Jan-Mar 2008
Net sales	64.7	90.9
Operating profit	-0.7	5.4
Operating profit, excluding non-recurring items	-0.7	0.6
Profit before taxes	-0.4	4.7
Profit before taxes, excluding non-recurring items	-0.4	-0.1
Profit for the period	-0.3	4.7
Earnings per share, EUR	-0.04	0.74

## NET SALES AND PROFIT

### Continuing operations

Net sales from the continuing operations in January-March totalled EUR 64.7 (90.9) million, a decrease of 29% on the same quarter in 2008. Most of this decrease was in Grain Trading, where the level of market prices in the first quarter was significantly below that for the same period in 2008, and volumes were also considerably lower.

The operating profit from the continuing operations, excluding non-recurrent items, was EUR -0.7 (0.6) million. The non-recurring items totalled EUR 0.0 (4.8) million. The operating profit includes the share of the profits of associated companies, which, excluding non-recurring items, totalled EUR 0.0 (0.0) million; if non-recurring items are included, the figure is EUR 0.0 (4.9) million. The first-quarter 2008 comparison figure for the associated companies' profit comprised the compensation paid as part of the EU's sugar reform, which was entered as income from non-recurring items.

Financial income and expenses from the continuing operations totalled EUR +0.3 (-0.7) million. This figure includes valuation gains of EUR +0.4 (0.0) million with no cash flow implications. The financial expenses also include EUR -0.1 (-0.2) million as the share of Avena Nordic Grain's profit attributable to the Avena employee shareholders.

The profit before taxes was EUR -0.4 (4.7) million. The continuing operations' profit for the period came to EUR -0.3 (4.7) million, and the earnings per share amounted to EUR -0.04 (0.74).

### Discontinued operations

The share of the profit of the associated company Suomen Rehu is presented under discontinued operations in the first quarter 2008 figures in the income statement. In the balance sheet figures for the first quar-

ter of 2008, the non-current assets held for sale include the assets of the jams and marmalades business.

The profit for the period from discontinued operations came to EUR 0.0 (0.3) million.

### Profit for the period

The profit for the period from both the continuing and discontinued operations came to a total of EUR -0.3 (5.0) million, and the earnings per share amounted to EUR -0.04 (0.78).

## FINANCING AND CASH FLOW

The Group's financial position strengthened further and its liquidity remained at a good level.

The first-quarter cash flow from operating activities after interest and taxes amounted to EUR 8.1 (-7.4) million. The impact of the change in working capital was EUR +6.3 (-7.2) million. The net cash flow from investing activities came to EUR -0.5 (3.6) million, and cash flow from financing activities came to EUR -8.2 (4.2) million. The net change in cash and cash equivalents was EUR -0.5 (0.4) million.

At the end of the quarter, the Group had EUR 8.6 (37.8) million in interest-bearing liabilities and EUR 13.0 (9.5) million in liquid assets. Net interest-bearing liabilities totalled EUR -4.5 (28.4) million. The consolidated balance sheet total stood at EUR 178.4 (207.6) million. At the end of the quarter, equity totalled EUR 136.5 (132.9) million. The equity ratio increased to 76.5% (64.0%). Commercial papers issued for the Group's short-term financing totalled EUR 1.0 (32.0) million at the end of the quarter. The Group's financing over the next few years is secured with committed credit facilities; a total of EUR 25 (25) million was available

in credit at the end of the quarter. No credit facilities were used during the quarter.

## INVESTMENT

Gross investment in non-current assets in the first quarter came to EUR 0.5 (1.3) million.

## PERSONNEL

The average number of personnel during the period was 646 (729). The number of personnel in Frozen Foods was 179 (220), in the Seafood business 394 (431), in Vegetable Oils 35 (35), in Grain Trading 28 (30) and in Other Operations 10 (13). The personnel at Apetit Suomi Oy have been divided between Frozen Foods and Seafood in proportion to the service fees.

## OVERVIEW OF OPERATING SEGMENTS

### Frozen Foods

EUR mill.	Jan-Mar 2009	Jan-Mar 2008	Jan-Dec 2008
Net sales	12.9	13.5	49.3
Operating profit, excluding non-recurring items	0.4	0.4	3.1

Like-for-like net sales in Frozen Foods, excluding the sale of jam and marmalade products, grew by EUR 0.8 million, or 6%. The growth in net sales is attributable to the increase in volume and in the average price. The net sales growth was greatest in retail frozen foods, at over 10%. Among these retail product groups, sales of frozen potato products and frozen ready meals did extremely well, and growth was also good in frozen vegetables. Sales of basic products were good in the first quarter, and sales were also boosted by new products. Examples of extremely successful product launches include potatoes and chopped vegetables for soups, a range of family soups, and lactose-free spinach soup. Sales in the hotel, restaurant and catering sector grew by about 6%. Sales to the food industry were at the level of the first quarter of 2008. Export sales were down as a result of a reduction in the export of peas.

The operating profit of Frozen Foods, excluding non-recurring items, was at the level of the first quarter of 2008. Non-recurring items totalled EUR 0.0 (-0.1) million. The

wet autumn meant that some of the Finnish root vegetable crop could not be harvested. This led to a need for imported raw materials, which increased Apetit Pakaste's costs. The adverse profit impact of the sale of the jams and marmalades business and the greater use of imported raw materials was compensated by the centralising of production and the improved efficiency of operations.

The start-up of the production transferred from Turku to Säskylä at the end of 2008 and the outsourcing of the finished-product storage facilities and dispatch operations proceeded successfully.

The number of Frozen Foods personnel in the first quarter was 179 (220). The reduction in personnel was primarily the result of the sale of the jams and marmalades business and the discontinuing of the Turku factory towards the end of 2008, and the centralisation of functions at Säskylä. During the first quarter, the Frozen Foods personnel were extensively involved in the user training and testing of the new enterprise resource planning system.

Investment during the quarter totalled EUR 0.4 (0.8) million. This included completing the investment arising from the centralisation of production at Säskylä and the renewal of the enterprise resource planning system and the contract grower data system. These systems will be introduced during the second quarter of the year.

### Seafood

EUR mill.	Jan-Mar 2009	Jan-Mar 2008	Jan-Dec 2008
Net sales	18.5	21.5	89.7
Operating profit, excluding non-recurring items	-0.9	-0.5	-1.6

The net sales of the Seafood business were down by 14% on the figure for the same quarter a year earlier. The operating profit, excluding non-recurring items, fell short of the previous year's figure and was negative. Non-recurring items in the quarter totalled EUR 0.0 (-0.1) million.

The drop in Seafood net sales in Finland was due to the reduction in Kalatori service counters and because consumer demand was focused particularly on campaign-priced, low value added fillet products. Profitability improved considerably in comparison with the same quarter in 2008, but a slightly negative first-quarter profit was nevertheless posted. The improved level of profitability was due to an increase in productivity in production and logistics, and a decrease in fixed costs as a result of strict cost management.

In operations abroad, the decrease in euro-denominated

net sales in comparison with those of a year earlier was especially attributable to the weakening of the Norwegian and Swedish currencies. Calculated in local currencies, the net sales of operations abroad were down by about 2%. The net sales of the krone-denominated Norwegian units showed a year-on-year decline, while the krona-denominated Swedish unit's net sales were up on the first-quarter 2008 figures, due to the higher sales prices of shellfish products and the volume growth brought by new customers.

The profitability of operations abroad declined in comparison with that for the first quarter of 2008. Profit was adversely affected particularly by the rise in raw material prices caused by exchange-rate fluctuations, which concerned shellfish products especially, and the sales emphasis on lower-margin products. The situation improved towards the end of the first quarter, when it was possible to raise prices to compensate for the increase in raw material prices.

The number of personnel in the Seafood business totalled 394 (431). The reduction in personnel occurred mainly in Seafood's Finnish-based operations. With the aim of bringing production and costs into line, co-determination talks with personnel were begun at the Kuopio production plant in January concerning lay-offs affecting both blue-collar and white-collar personnel. Some of the personnel were laid off for one to two weeks during the first quarter.

The Seafood business's management system was renewed at the start of the year. Jarno Järvinen, the director responsible for processed fish products in Finland, Heljä Mantere, the director heading the concept business, and Jan Brevik, the director for the Norwegian and Swedish seafood business have been reporting directly to the CEO, Matti Karppinen, since the start of the year.

Investment in the Seafood business totalled EUR 0.0 (0.3) million.

### Vegetable Oils

EUR mill.	Jan-Mar 2009	Jan-Mar 2008	Jan-Dec 2008
Net sales	12.7	14.2	62.0
Operating profit, excluding non-recurring items	0.2	0.2	-0.0

The net sales of the Vegetable Oils business were down by 10% on the figure for the same quarter a year earlier. This drop in net sales was due to the lower volumes in both vegetable oil exports and in sales of the protein feeds.

There was a plentiful supply of rapeseed oil on the market due to the reduction in biodiesel use. The excess of supply over demand led to lower prices for edible oils. The raw material market price was distinctly lower than in both the first and final quarters of 2008. The use of Finnish raw materials was significantly lower than in the first quarter a year ago.

The Vegetable Oils profit showed a slight year-on-year improvement. The refining margin based on market prices was low, and the market conditions were difficult. Mildola's internal performance capability was enhanced by the further development of processes, operating methods and the organisation in general.

Mildola's food safety management system was granted an ISO 22000:2005 certificate in January. The certified operations include the manufacture, sale and marketing of vegetable oil and plant protein products, as well as production methods for these and product research and development.

The number of personnel in the Vegetable Oils business was 35 (35). To bring production and costs into line, the Vegetable Oils personnel were laid off for about one week during the first quarter.

Investment in the Vegetable Oils business totalled EUR 0.0 (0.0) million.

### Grain Trading

EUR mill.	Jan-Mar 2009	Jan-Mar 2008	Jan-Dec 2008
Net sales	20.7	42.1	148.5
Operating profit, excluding non-recurring items	0.7	1.7	5.5

The net sales of the Grain Trading business were down by about 50% on the figure for the same quarter a year earlier. The drop in first-quarter net sales was the result of lower market prices and smaller sales volumes than a year earlier. The volume of Finnish grain trading grew in comparison with the first quarter of 2008, but exports and also trade with third countries fell short of the figures a year ago.

Due to the good harvests obtained in different parts of the world, there was a plentiful supply of grains and oilseeds on the market, which held prices low and kept grain in the hands of growers, both in the EU and elsewhere. The food and feed industries had already covered a major share of their needs earlier on, and made additional purchases only on a short-term basis.

The operating profit of the Grain Trading business was at the forecast level, representing a decrease on the figure for the previous year as a result of the fall in net sales. The internal efficiency of operations was improved, and fixed costs were below those for the first quarter of 2008.

The number of personnel in the Grain Trading business totalled 28 (30).

First-quarter investment in Grain Trading amounted to EUR 0.1 (0.0) million and was for the renewal of its enterprise resource planning system. The system will be introduced during the spring.

### Other Operations

EUR mill.	Jan-Mar 2009	Jan-Mar 2008	Jan-Dec 2008
Net sales	0.4	1.0	3.0
Operating profit, excluding non-recurring items	-1.1	-1.2	-1.6

Other Operations comprise the service company Apetit Suomi Oy, Group Administration, items not allocated under any of the operating segments, and the associated companies Sucros Ltd and Ateriamestarit Oy. The cost impact of the services produced by Apetit Suomi Oy is an encumbrance on the operating result in proportion to the use of services.

Net sales in Other Operations amounted to EUR 0.4 (1.0) million. The year-on-year decrease in net sales was a result of the transfer of the Frozen Foods and Seafood sales and product development personnel from Apetit Suomi Oy to Apetit Pakaste Oy and Apetit Kala Oy at the end of March 2008, and the termination of the service fees associated with these operations.

The segment's operating profit, excluding non-recurring items, was EUR -1.1 (-1.2) million, including EUR 0.0 (0.0) million as the share of the profits of associated companies. The non-recurring items totalled EUR 0.0 (4.9) million. The non-recurring items in the first quarter of 2008 consisted of the EU sugar reform compensation included in the profit of the associated company Sucros Ltd.

At the end of February, the majority holding in Sucros Ltd was transferred to the German company Nordzucker AG following the deal on the sale of Danisco A/S's sugar division. Lännen Tehtaat plc continues to have a 20% holding in Sucros Ltd.

Investment in Other Operations totalled EUR 0.0 (0.1) million.

## DECISIONS OF THE ANNUAL GENERAL MEETING

Lännen Tehtaat plc's Annual General Meeting of 2 April 2009 adopted the parent company's financial statements and the consolidated financial statements, and discharged the members of the Board of Directors and of the Supervisory Board and the Chief Executive Officer from liability for the financial year 2008.

### Dividend distribution

The Annual General Meeting decided to pay a dividend of EUR 0.85 per share on the profit for the financial year 2008. The dividend was paid on 17 April 2009.

### Amendments to the Articles of Association

The Annual General Meeting approved the Board's proposals for amending article 2 of the Articles of Association, on the company's sphere of operations, and article 10, paragraph 1, on the invitation to the AGM. The references to engaging in the animal feed and plant seedling technology businesses were removed from article 2. Article 10, paragraph 1, concerning the invitation to the AGM was amended such that the meeting invitation must now be published on the company's website and, if so decided by the Board of Directors, in at least one national newspaper determined by the Board of Directors, at the earliest two months and at the latest 21 days before the meeting.

### Authorisations to issue shares

The Annual General Meeting authorised the Board of Directors to decide on issuing new shares and on the transfer of Lännen Tehtaat plc shares held by the company, in one or more lots as a share issue of a total of no more than 761,757 shares. The share issue authorisation covers all of the Lännen Tehtaat plc shares already in the company's possession, i.e. 130,000 shares. The maximum number of new shares that can be issued is 631,757.

The subscription price for each new share must be at least its nominal value, EUR 2. The transfer price for Lännen Tehtaat plc shares held by the company must be at least the current value of the share at the time of transfer, determined by the price quoted in public trading on the NASDAQ OMX Helsinki exchange, but when implementing share-based incentive plans, shares can also be issued without consideration.

The authorisation concerns the following: the right to deviate from the shareholders' pre-emptive subscription right (targeted issue), if the company has a substantial financial reason to do so, such as developing the compa-

ny's capital structure, financing and executing corporate acquisitions or other arrangements, or implementing a share-based incentive system; the right to offer shares instead of money, also against capital consideration in kind or otherwise under certain conditions or by using right of set-off; and the right to decide on the share subscription price and other terms and circumstances concerning the share issue.

The authorisation is valid until the next Annual General Meeting. The authorisation revoked the earlier authorisation to issue shares, given on 2 April 2008, and the authorisation to transfer Lännen Tehtaat plc shares, given on the same date.

## SHARES AND TRADING

The number of Lännen Tehtaat plc shares traded on the stock exchange during the first quarter was 156,317 (383,666), representing 2.5% (6.1%) of the total number of shares. The highest share price quoted was EUR 14.43 (16.46) and the lowest EUR 12.64 (13.20). The share turnover was EUR 2.1 (5.4) million. At the end of the quarter, the market capitalisation totalled EUR 81.8 (94.6) million.

## FLAGGING ANNOUNCEMENTS

No flagging announcements were made during the first quarter.

## SALE OF SHARES IN JOINT ACCOUNT

On 23 February 2009, a total of 51,910 Lännen Tehtaat plc shares that were in the joint book-entry account were sold in trading on the NASDAQ OMX Helsinki exchange. The sale was based on the decision of the Lännen Tehtaat plc Annual General Meeting of 29 March 2007 to sell, on behalf of the respective holders, the company's shares held in the joint book-entry account and not transferred to the book-entry system.

The proceeds from the sale, less the expenses of notification and selling, were deposited with the State Provincial Office of Western Finland. By presenting a share certificate to the State Provincial Office, holders of shares that were in the joint account, or other holders of the right, are entitled to a proportion of the income from the share sale that corresponds to the shares they

held. The proceeds from the sale of the shares, less expenses, and the dividends for 2005-2007 come to EUR 15.69 per share. The proceeds are redeemable on or before 17 March 2019.

## GOVERNING BODIES

At its organisational meeting on 17 April 2009, Lännen Tehtaat plc's Supervisory Board elected Helena Walldén as its chairwoman and Juha Nevavuori as its deputy chairman.

At the same meeting, the Supervisory Board elected the following as members of the company's Board of Directors: Harri Eela, Heikki Halkilahti, Aappo Kontu, Matti Lappalainen, Hannu Simula, Soili Suonoja and Tom v. Weymarn. Tom v. Weymarn was elected chairman of the Board of Directors and Matti Lappalainen was elected deputy chairman.

## SEASONALITY OF OPERATIONS

In accordance with the IAS 2 standard, the historical cost of inventories includes a systematically allocated portion of the fixed production overheads. In production that focuses on seasonal crops, raw materials are processed into finished products mainly during the final quarter, which means that the inventory volumes and their balance-sheet values are at their highest at the end of the year. Since the entry of the fixed production overheads included in the historical cost as an expense item is deferred until the time of sale, most of the Group's annual profit is accrued in the final quarter. The seasonal nature of operations is most marked in Frozen Foods and in the associated company Sucros, due to the link between production and the crop harvesting season.

Apetit Kala's sales peak at weekends and on seasonal holidays. As Easter can take place in either the first or the second quarter, this can affect the comparability of Seafood's net sales and profit from one year to the next. A major proportion of the entire year's profit in the Seafood business depends on the success of Christmas sales.

Net sales in Grain Trading vary from one year and quarter to the next, being dependent on the demand and supply situation and on the price levels domestically and on other markets.

## SHORT-TERM RISKS AND UNCERTAINTIES

The most significant short-term risks for the Lännen Tehtaat Group are: the effects of the economic downturn on demand from consumers and customers; the solvency of customers and the delivery performance of suppliers; the management of raw material price changes and currency risks; changes in the operating environments of the Group's businesses and in customerships; introduction of the new enterprise resource planning system in Frozen Foods and in Grain Trading; and corporate acquisitions and the subsequent integration processes.

## SIGNIFICANT EVENTS SINCE THE CLOSE OF THE FIRST QUARTER

No significant events have occurred since the close of the first quarter.

## FUTURE PROSPECTS

The global economic downturn may have an impact on Lännen Tehtaat's businesses during the year. Forecasting changes in consumer demand and in customer behaviour is difficult, however, but it is widely believed that consumer demand for food products will increasingly be channelled towards basic foodstuffs and low value added products.

The net sales from Lännen Tehtaat's continuing operations will be affected particularly by changes in the price level of grains and oilseeds. Based on the prevailing prices of grains and oilseeds, the Group's half-year net sales are expected to be significantly below the 2008 comparison figure.

The sluggish state of the grain trade and the fall in prices mean that Grain Trading's second-quarter profit will not rise to the record level of a year earlier, and the Group's second-quarter operating profit, excluding non-recurring items, is forecast to be down on the second quarter 2008 figure.

Thanks to the development measures taken by the Group's businesses, the performance of the continuing operations has improved on that in 2008. However, given the economic conditions, an assessment of the situation for the latter part of the year is more difficult to make than under normal circumstances, which is why the company does not at this stage wish to present any estimate of the full-year profit for 2009.

The need for investment in non-current assets is significantly less than in 2008.

## Consolidated income statement

EUR million	1-3/2009	1-3/2008	1-12/2008
<b>Continuing operations</b>			
Net sales	64.7	90.9	349.1
Other operating income	0.3	0.3	3.8
Operating expenses	-64.4	-89.4	-342.8
Depreciation	-1.3	-1.3	-5.1
Impairments	-	-	-0.2
Share of profits of associated companies	0.0	4.9	9.1
<b>Operating profit</b>	<b>-0.7</b>	<b>5.4</b>	<b>13.9</b>
Financial income and expenses	0.3	-0.7	-3.3
<b>Profit before taxes</b>	<b>-0.4</b>	<b>4.7</b>	<b>10.7</b>
Income taxes	0.1	0.0	-0.7
<b>Profit for the period, continuing operations</b>	<b>-0.3</b>	<b>4.7</b>	<b>10.0</b>
<b>Discontinued operations</b>			
<b>Profit for the period, discontinued operations</b>	<b>-</b>	<b>0.3</b>	<b>7.1</b>
<b>Profit for the period</b>	<b>-0.3</b>	<b>5.0</b>	<b>17.1</b>
<b>Attributable to</b>			
Equity holders of the parent	-0.2	4.9	17.0
Minority interests	-0.1	0.1	0.1
<b>Basic and diluted earnings per share, calculated of the profit attributable to the shareholders of the parent company, EUR</b>			
Continuing operations	-0.04	0.74	1.60
Discontinued operations	-	0.04	1.13
Total	-0.04	0.78	2.73

## Statement of comprehensive income

EUR million	1-3/2009	1-3/2008	1-12/2008
<b>Profit for the period</b>	<b>-0.3</b>	<b>5.0</b>	<b>17.1</b>
<b>Other comprehensive income</b>			
Cash flow hedges	0.9	-0.4	-1.6
Taxes related to cash flow hedges	-0.3	0.1	0.4
Translation differences	0.7	-0.1	-2.1
Other	0.0	-0.1	0.1
<b>Total comprehensive income</b>	<b>1.0</b>	<b>4.5</b>	<b>13.9</b>
<b>Attributable to</b>			
Equity holders of the parent	1.0	4.4	13.9
Minority interests	0.0	0.1	0.0



## Consolidated statement of financial position

EUR million	31 March 2009	31 March 2008	31 Dec 2008
<b>ASSETS</b>			
<b>Non-current assets</b>			
Intangible assets	5.8	4.8	5.3
Goodwill	6.4	7.0	5.9
Tangible assets	43.0	43.1	43.5
Investment in associated companies	25.1	44.9	25.0
Available-for-sale investments	0.1	0.1	0.1
Receivables	3.1	4.5	3.1
Deferred tax assets	1.2	0.6	1.4
<b>Non-current assets total</b>	<b>84.6</b>	<b>105.0</b>	<b>84.3</b>
<b>Current assets</b>			
Inventories	49.4	63.2	55.1
Receivables	31.1	28.3	38.7
Income tax receivable	0.2	0.4	0.7
Financial assets at fair value through profits	3.7	4.0	3.8
Cash and cash equivalents	9.3	5.5	9.9
<b>Current assets total</b>	<b>93.7</b>	<b>101.4</b>	<b>108.0</b>
<b>Non-current assets classified as held for sale</b>	<b>-</b>	<b>1.2</b>	<b>-</b>
<b>Total assets</b>	<b>178.4</b>	<b>207.6</b>	<b>192.3</b>

EUR million	31 March 2009	31 March 2008	31 Dec 2008
<b>EQUITY AND LIABILITIES</b>			
Equity attributable to the equity holders of the parent	136.1	132.1	135.1
Minority interest	0.4	0.8	0.5
<b>Total equity</b>	<b>136.5</b>	<b>132.9</b>	<b>135.6</b>
<b>Non-current liabilities</b>			
Deferred tax liabilities	4.1	4.1	4.5
Long-term financial liabilities	4.6	5.0	4.5
Non-current provisions	0.1	0.1	0.1
Other non-current liabilities	0.2	-	0.2
<b>Non-current liabilities total</b>	<b>9.0</b>	<b>9.2</b>	<b>9.3</b>
<b>Current liabilities</b>			
Short-term financial liabilities	4.0	32.8	10.7
Income tax payable	1.0	1.2	0.7
Trade payables and other liabilities	27.9	31.4	36.1
<b>Current liabilities total</b>	<b>32.8</b>	<b>65.4</b>	<b>47.4</b>
<b>Total liabilities</b>	<b>41.8</b>	<b>74.7</b>	<b>56.8</b>
<b>Liabilities directly associated with non-current assets classified as held for sale</b>	<b>-</b>	<b>0.0</b>	<b>-</b>
<b>Total equity and liabilities</b>	<b>178.4</b>	<b>207.6</b>	<b>192.3</b>

## Consolidated statement of cash flows

EUR million	1-3/2009	1-3/2008	1-12/2008
Net profit for the period	-0.3	5.0	17.1
Adjustments, total	1.5	-4.4	-8.5
Change in net working capital	6.3	-7.2	-5.1
Interests paid	-0.2	-0.6	-2.4
Interests received	0.3	0.3	0.4
Taxes paid	0.4	-0.4	-1.8
<b>Net cash flow from operating activities</b>	<b>8.1</b>	<b>-7.4</b>	<b>-0.4</b>
Investments in tangible and intangible assets	-0.5	-1.3	-8.1
Proceeds from sales of tangible and intangible assets	0.0	0.1	3.0
Acquisition of subsidiaries deducted by cash	-	-0.4	-0.4
Transactions with minority	-	1.5	1.5
Acquisition of associated companies	-	-0.4	-0.4
Proceeds from sales of associated companies	-	-	27.0
Purchases of other investments	-	-	-14.0
Proceeds from sales of other investments	-	4.0	18.1
Dividends received from investing activities	-	-	3.6
<b>Net cash flow from investing activities</b>	<b>-0.5</b>	<b>3.6</b>	<b>30.3</b>
Repayments of short-term loans	-8.1	4.5	-18.4
Repayments of long-term loans	-0.1	-0.2	-0.1
Payment of financial lease liabilities	0.0	0.0	-0.1
Purchase of own shares	-	-	-1.0
Dividends paid to minority	-	-	-0.3
Dividends paid	-	-	-5.3
<b>Cash flows from financing activities</b>	<b>-8.2</b>	<b>4.2</b>	<b>-25.1</b>
<b>Net change in cash and cash equivalents</b>	<b>-0.5</b>	<b>0.4</b>	<b>4.8</b>
Cash and cash equivalents at the beginning of the period	9.9	5.1	5.1
Cash and cash equivalents at the end of the period	9.3	5.5	9.9

## Statement of changes in shareholders' equity

EUR million	Attributable to equity holders of the parent							Total	Minority interest	Total equity
	Share capital	Share premium account	Net unrealised gains	Other reserves	Own shares	Translation differences	Retained earnings			
Shareholders' equity at 1 Jan. 2008	12.6	23.4	0.4	7.2	-0.8	0.1	84.5	127.3	0.7	128.0
Transactions with minority	-	-	-	-	-	-	0.4	0.4	-	0.4
Total comprehensive income	-	-	-0.3	-	-	-0.1	4.8	4.4	0.1	4.5
Shareholders' equity at 31 March 2008	12.6	23.4	0.1	7.2	-0.8	0.0	89.7	132.1	0.8	132.9
Shareholders' equity at 1 Jan. 2009	12.6	23.4	-0.8	7.2	-1.8	-1.9	96.6	135.1	0.5	135.6
Total comprehensive income	-	-	-	0.6	-	0.7	-0.2	1.0	-0.1	1.0
Shareholders' equity at 31 March 2009	12.6	23.4	-0.8	7.8	-1.8	-1.2	96.3	136.1	0.4	136.5

## Basis of preparation and accounting policies

The interim report has been prepared in accordance with IAS 34, Interim Financial Reporting, as adopted by the EU. The accounting policies adopted are consistent with those of the Group's annual financial statements for the year ended 31 December 2008.

The amendment of IFRS 8 will not change the information shown in these segments because the Group's earlier segment-based reporting was based on the Group's internal reporting structures. The amendment of IAS 1 has an impact on the presentation method of the profit and loss account and the changes in equity.

## Segment information

### Operating segments 1-3/2009

EUR million	Frozen Foods	Seafood	Vegetable Oils	Grain Trading	Other Operations	Continuing operations total	Discontinued operations	Group total
Total external sales	12.9	18.5	12.7	20.7	0.4	65.2	-	65.2
Intra-group sales	0.0	0.0	0.0	-0.2	-0.3	-0.5	-	-0.5
Net sales	12.9	18.5	12.7	20.5	0.1	64.7	-	64.7
Share of profits of associated companies included in operating profit	-	-	-	-	0.0	0.0	-	0.0
Operating profit	0.4	-0.9	0.2	0.7	-1.1	-0.7	-	-0.7
Gross investments in non-current assets	0.4	0.0	-	0.1	-	0.5	-	0.5
Corporate acquisitions and other share purchases	-	-	-	-	-	-	-	-
Depreciations	0.4	0.5	0.2	0.0	0.2	1.3	-	1.3
Impairments	-	-	-	-	-	-	-	-
Personnel	179	394	35	28	10	646	-	646

### Operating segments 1-3/2008

EUR million	Frozen Foods	Seafood	Vegetable Oils	Grain Trading	Other Operations	Continuing operations total	Discontinued operations	Group total
Total external sales	13.5	21.5	14.2	42.1	1.0	92.2	-	92.2
Intra-group sales	0.0	0.0	0.0	-0.4	-0.9	-1.3	-	-1.3
Net sales	13.5	21.5	14.2	41.7	0.1	90.9	-	90.9
Share of profits of associated companies included in operating profit	-	-	-	-	4.9	4.9	-	4.9
Operating profit	0.4	-0.5	0.2	1.7	3.7	5.4	-	5.4
Share of profits of associated companies	-	-	-	-	-	-	0.3	0.3
Gross investments in non-current assets	0.8	0.3	0.0	-	0.1	1.3	-	1.3
Corporate acquisitions and other share purchases	-	-	-	-	-	-	-	-
Depreciations	0.4	0.6	0.2	0.0	0.1	1.3	-	1.3
Impairments	-	-	-	-	-	-	-	-
Personnel	220	431	35	30	13	729	-	729

## Operating segments 1-12/2008

EUR million	Frozen Foods	Seafood	Vegetable Oils	Grain Trading	Other operations	Continuing operations total	Discontinued operations	Group total
Total external sales	49.3	89.7	62.0	148.5	3.0	352.4	-	352.4
Intra-group sales	-0.1	0.0	0.0	-1.1	-2.1	-3.3	-	-3.3
Net sales	49.2	89.7	62.0	147.4	0.9	349.1	-	349.1
Share of profits of associated companies included in operating profit	-	-	-	-	9.1	9.1	-	9.1
Operating profit	5.1	-2.4	-0.1	5.5	5.9	13.9	6.6	20.5
Share of profits of associated companies	-	-	-	-	-	-	0.5	0.5
Gross investments in non-current assets	6.0	1.5	0.2	0.3	0.2	8.1	-	8.1
Corporate acquisitions and other share purchases	-	0.1	-	0.4	-	0.5	-	0.5
Depreciations	1.4	2.1	0.7	0.0	0.8	5.1	-	5.1
Impairments	-	0.2	-	-	-	0.2	-	0.2
Personnel	237	441	35	30	12	755	-	755

## Net sales by geographical segments

EUR million	1-3/2009	1-3/2008	1-12/2008
Finland	<b>45.9</b>	46.9	209.9
Scandinavia	<b>11.6</b>	19.9	65.8
Baltic countries and Russia	<b>0.9</b>	1.0	7.6
Other countries	<b>6.3</b>	23.1	65.9
Continuing operations total	<b>64.7</b>	90.9	349.1

## Discontinued operations

The sale of the majority holding of 51% in Suomen Rehu Ltd was completed at the start of June 2007, when Suomen Rehu and its subsidiaries were transferred to Hankkija-Maatalous Oy. Lännen Tehtaat plc and SOK subsidiary Hankkija-Maatalous Oy signed an agreement on 1 September 2008, transferring the remaining 49% of shares owned by Lännen Tehtaat in Suomen Rehu Ltd to Hankkija-Maatalous Oy. Lännen Tehtaat recognized a non-recurring tax-free profit of EUR 6.6 million for the sale of these minority shares in its financial performance for the 2008 third quarter.

## Non-current assets held of sale

Non-current assets classified as held for sale in the comparison period belong to Apetit Pakaste Oy's jam and marmalades business that was sold to Saarioisten Säilyke Oy in autumn 2008.

## Key indicators

	31 March 2009	31 March 2008	31 Dec 2008
Shareholders' equity per share, EUR	21.99	21.12	21.83
Equity ratio, %	76.5	64.0	70.5
Gearing, %	-3.3	21.3	1.1
Gross investments in non-current assets, EUR million, continuing operations	0.5	1.3	8.1
Corporate acquisitions and other share purchases, EUR million, continuing operations	-	-	0.5
Average number of personnel, continuing operations	646	729	755
Average number of shares, 1,000 pcs	6,188	6,253	6,221

The key figures in this interim financial report are calculated with same accounting principles than presented in year 2008 annual financial statements.

## Contingent liabilities

EUR million	31 March 2009	31 March 2008	31 Dec 2008
Mortgages given for debts			
Real estate mortgages	8.8	9.6	8.6
Corporate mortgages	-	1.3	-
Guarantees	10.4	10.6	10.8
Non-cancellable other leases, minimum lease payments			
Real estate leases	4.8	4.7	5.1
Other leases	0.8	0.8	0.9
<b>DERIVATIVE INSTRUMENTS</b>			
Outstanding nominal values of derivate instruments			
Forward currency contracts	2.4	6.4	6.3
Commodity derivative instruments	13.5	4.4	13.3
Interest rate swaps	-	15.0	-

## INVESTMENT COMMITMENTS

Lännen Tehtaat does not have significant investment commitments as of 31 March 2009.

## Changes in tangible assets

EUR million	1-3/2009	1-3/2008	1-12/ 2008
Book value at the beginning of the period	<b>43.5</b>	43.5	43.5
Acquisitions	<b>0.2</b>	0.9	5.9
Disposals	<b>0.0</b>	-0.1	-0.2
Depreciations and impairments	<b>-1.2</b>	-1.2	-5.3
Other changes	<b>0.5</b>	0.0	-0.5
Book value at the end of the period	<b>43.0</b>	43.1	43.5

## Transactions with associated companies and joint ventures

EUR million	1-3/2009	1-3/2008	1-12/ 2008
Sales to associated companies	<b>0.1</b>	3.7	13.4
Sales to joint ventures	<b>2.0</b>	2.2	8.5
Purchases from associated companies	<b>0.4</b>	0.0	0.7
Purchases from joint ventures	<b>0.0</b>	0.0	0.3
Long-term receivables from associated companies	<b>2.7</b>	3.8	2.7
Trade receivables and other receivables from associated companies	<b>1.5</b>	3.0	1.6
Trade receivables and other receivables from joint ventures	<b>0.9</b>	0.7	0.6
Trade payables and other liabilities to associated companies	<b>0.0</b>	0.1	0.0

7 May 2009

LÄNNEN TEHTAAT PLC  
Board of Directors