Apetit Plc’s Financial Statements Bulletin for 2013

Fourth quarter (October–December):

- Consolidated net sales were EUR 97.3 (115.0) million, representing a decrease of 15% from 2012.
- The operating profit excluding non-recurring items was EUR 5.4 (5.1) million. The reported operating profit was EUR 5.1 (5.1) million.
- The result for the period was EUR 4.4 (4.0) million, and earnings per share were EUR 0.72 (0.64).

Financial year (January–December):

- Consolidated net sales for 2013 were EUR 387.3 (378.2) million, representing an increase of 2% from 2012.
- The operating profit excluding non-recurring items was EUR 12.2 (8.8) million. The reported operating profit was EUR 9.4 (8.5) million.
- The result for the period was EUR 9.3 (6.7) million, and earnings per share amounted to EUR 1.63 (1.07).

The Board of Directors will propose to the Annual General Meeting that a dividend of EUR 1.00 (0.90) per share be paid for the financial year 2013.

The information in this bulletin is unaudited. The figures in parentheses refer to the corresponding period in 2012, unless otherwise stated.

Matti Karppinen, CEO:

In a challenging economic situation, the Apetit Group’s net sales and operating profit excluding non-recurring items increased in 2013 from the previous year. The company’s good performance was reflected in earnings per share, which increased to EUR 1.63 (1.07). In the fourth quarter, the operating profit excluding non-recurring items increased year-on-year, but net sales decreased, mainly because of low market prices in international grain trading. In October–December, profitability was supported by successes in frozen vegetables and frozen ready meals, and the fish product group in Norway and Sweden, as well as the favourable performance of the Other Operations segment. Our profitability continued to be unsatisfactory in the fish product group and professional food service sector sales in Finland, and we launched new restructuring measures to improve profitability in the second half of the year.

The year 2013 marked a significant period of reforms for us. In May, we changed the name of the Group from Lännen Tehtaat to Apetit Plc in line with our strong consumer brand. In addition, we launched a reorganisation project to combine our frozen foods and seafood consumer businesses and our fresh product business for the professional food service sector to create the new Food Business segment. With the new strategy in Food Business, we aim to make Apetit the first choice for a food solution that offers delicious well-being to consumers and the preferred partner for our customers in the retail and professional food service sectors. We are very enthusiastic about our new Food Business strategy and operating method. We believe that the change will offer us opportunities to improve our profitability while creating favourable conditions for growth.

KEY FIGURES

EUR million	10–12/ 2013	10–12/ 2012	Change	2013	2012	Change
Net sales	97.3	115.0	- 15.4%	387.3	378.2	+ 2.4%
Operating profit excl. non-recurring items	5.4	5.1		12.2	8.8	
Operating profit	5.1	5.1		9.4	8.5	
Profit before taxes	4.5	4.6		9.3	7.5	
Result for the period	4.4	4.0		9.3	6.7	
Earnings per share, eur	0.72	0.64		1.63	1.07	

NET SALES AND OPERATING RESULT

Fourth quarter (October–December):

Consolidated net sales were EUR 97.3 (115.0) million, representing a decrease of 15%. The decrease was mainly related to the Grains and Oilseeds segment.

The operating profit excluding non-recurring items was EUR 5.4 (5.1) million. In the Food Business and Other Operations segments, the operating profit excluding non-recurring items increased from 2012. In the Grains and Oilseeds segment, the operating profit excluding non-recurring items was smaller than in 2012. Non-recurring items totalled EUR -0.3 (-0.0) million and were related to the Other Operations segment.

Financial income and expenses were EUR -0.6 (-0.5) million in the fourth quarter. Profit before taxes was EUR 4.5 (4.6) million, and taxes on the profit for the period totalled EUR -0.1 (-0.6) million. The result for the period was EUR 5.4 (4.0) million, and earnings per share were EUR 0.72 (0.64).

Financial year (January–December):

Consolidated net sales increased to EUR 387.3 (378.2) million in 2013, particularly because of higher sales volumes in the fish product group.

The operating profit excluding non-recurring items was EUR 12.2 (8.8) million. Non-recurring items totalled EUR -2.8 (-0.4) million. Of the non-recurring items, EUR -2.0 (0.0) million was related to the

Food Business segment, and EUR -0.8 (-0.4) million was related to the Other Operations segment. The operating profit excluding non-recurring items includes EUR 2.6 (1.2) million recognised as income in association with the estimated additional purchase price of Caternet Finland Ltd, as well as EUR 6.2 (3.7) million as the share of the profits of associated companies. Of this share, EUR 0.6 (-0.1) million is related to the Food Business segment, and EUR 5.6 (3.8) million is related to the Other Operations segment.

Financial income and expenses were EUR -0.2 (-1.0) million, including EUR 1.0 (0.4) million in valuation items with no cash flow implications. The valuation items included EUR -1.2 (0.6) million in changes in the foreign exchange rates of the Maritim Food Group's internal loans. Financial income includes EUR 2.2 million in changes in the fair value of the debt related to the redemption obligation in Apetit Kala Ltd's minority holding, with no cash flow implications. In addition, financial expenses include EUR -0.6 (-0.7) million as the share of the Avena Nordic Grain Group's profit attributable to the employee owners of Avena Nordic Grain Ltd.

Profit before taxes was EUR 9.3 (7.5) million. Taxes for the financial year totalled EUR 0.0 (-0.8) million. The result for the period was EUR 9.3 (6.7) million, and earnings per share were EUR 1.63 (1.07).

CASH FLOWS, FINANCING AND BALANCE SHEET

The Group's liquidity was good, and its financial position was strong.

The full-year cash flow from operating activities after interest and taxes was EUR 24.4 (-16.1) million. The impact of the change in working capital was EUR 17.8 (-23.0) million. Working capital deceased as a result of the market prices in the Grains and Oilseeds business being lower than in 2012.

The net cash flow from investing activities was EUR 1.4 (-8.8) million. The cash flow from financing activities was EUR -28.1 (20.8) million, including EUR -5.6 (-5.3) million in dividend payments.

At the end of the financial year, the Group had EUR 14.9 (36.4) million in interest-bearing liabilities and EUR 2.9 (5.3) million in liquid assets. Net interest-bearing liabilities totalled 12.0 (31.1) million. The consolidated balance sheet total stood at EUR 204.4 (233.0) million. At the end of the period, shareholders' equity stood at 143.6 (141.2) million. The equity ratio was 70.3% (60.6%), and gearing was 8.4% (22.0%). The Group's liquidity is secured with committed credit facilities. A total of EUR 25.0 (15.0) million was available in credit at the end of the year. To finance working capital, EUR 0.0 (10.0) million was drawn in credit, and EUR 9.0 (19.0) million was issued in commercial papers.

INVESTMENT

The Group's gross investment in non-current assets totalled EUR 3.0 (3.9) million, including EUR 2.0 (3.4) million by Food Business, EUR 0.8 (0.5) million by Grains and Oilseeds and EUR 0.2 (0.0) million by Other Operations.

Investment in shares during the financial year came to EUR 0.0 (9.7) million.

PERSONNEL

The average number of employees at Apetit Plc in 2013 was 782 (721), including an average of 699 (641) employees in Food Business, 73 (70) employees in Grains and Oilseeds and 10 (10) employees in Other Operations. The increase is explained by the integration of Caternet Finland Ltd into the Group in April 2012 and the increased volumes in Food Business.

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 of the year, which means that the inventory volumes and 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, where production reflects the crop harvesting season.

In Finland, the sales of fish products focus on weekends and public holidays. In the fish product group, the full-year result significantly depends on a successful Christmas season. Because of the growing season for fish, the profit accumulated by the Taimen Group – which is reported as an associated company – is normally smaller during the summer months than at other times of the year. Net sales in the Grains and Oilseeds business can vary significantly by year and quarter, depending on demand and supply as well as the price level in Finland and other markets.

OVERVIEW OF OPERATING SEGMENTS

Food Business

EUR million	10–12/2013	10–12/2012	Change	2013	2012	Change
Net sales	46.0	48.5	- 5.2%	178.5	162.7	+ 9.7 %
Operating profit excl. non-recurring items	2.4	1.9		4.0	1.7	
Operating profit	2.4	1.9		2.0	1.7	

Fourth quarter (October–December):

Net sales in Food Business totalled EUR 46.0 (48.5) million in the fourth quarter. The decrease was due to reduced fish product and fresh product sales.

The fourth-quarter sales of frozen vegetables and frozen ready meals were at the previous year's level. In Finland, sales volumes in the fish product group decreased as a result of retail selection changes, and sales of fresh products to the professional food service sector decreased as a result of reduced customer and meal numbers. Retail sales of frozen ready meals, frozen potato products and frozen vegetables under the Apetit brand increased during the period. Sales were supported by product launches in the Apetit Kotimainen range of products, which recorded an increase of 13% in sales from 2012.

The operating profit excluding non-recurring items increased to EUR 2.4 (1.9) million. Favourable profitability development was supported by increased efficiency in the production of frozen foods and higher volumes at harvest time. In Norway and Sweden, performance was boosted by sales and volume growth, the moderate development of raw-material prices and the results of earlier efficiency measures. In Finland, the profitability of the fish product group and fresh products was unsatisfactory, particularly because of the discrepancy between raw-material prices and end-customer prices as well as lower sales volumes than in 2012. New restructuring measures were launched in these operations in the fourth quarter.

The impact of the associated company Taimen Ltd on the result for the period was EUR 0.2 (-0.2) million. Changes in the fair value of currency hedges had an impact of EUR 0.0 (0.0) million on the operating profit. Non-recurring items totalled EUR 0.0 (0.0) million.

Financial year (January–December):

Net sales in Food Business increased to EUR 178.5 (162.7) million in 2013. In the fish product group, sales in euros increased in all markets, with the growth being particularly strong in Finland, where sales increased by nearly 20%. Sales in the frozen foods product group increased slightly from the previous year, with frozen ready meals showing the strongest growth. The Apetit Kotimainen product family was expanded, and its sales grew by 13% from the previous year. The product range of the Seafood business was reformed in Finland during the period, and an Apetit Perinteinen seafood product range was launched in early September.

In Food Business, the operating profit excluding non-recurring items increased to EUR 4.0 (1.7) million. The favourable development was supported by efficient frozen foods production and a successful harvest season as well as increased volumes, the moderate development of raw-material prices and the results of earlier efficiency measures in Norway and Sweden. In Finland, the profitability of the fish product group and the fresh product group was unsatisfactory. In addition to reduced volumes, profitability was weakened by the discrepancy between raw-material purchase prices and end-customer prices.

The operating profit excluding non-recurring items of the Food Business segment includes EUR 2.6 (1.2) million recognised as income in association with the estimated additional purchase price of Caternet Finland Ltd. Based on the operating profit for 2013, the additional purchase price will not be realised. In the corresponding period of the previous year, the operating profit included EUR -0.5 million in transaction expenses from the acquisition of Caternet.

The reported operating profit includes EUR -2.0 (0.0) million in non-recurring items, which are based on an impairment of EUR 2.0 million recognised in the third quarter in the Finnish Seafood business as a result of goodwill testing. The share of the profit of the associated company Taimen Ltd was EUR 0.6 (-0.1) million.

Food Business employed an average of 699 (641) people. The increase is explained by the integration of Caternet Finland Ltd into the Group in April 2012 and the increased volumes in Food Business.

Investment by Food Business totalled EUR 2.0 (3.4) million. The most significant investments were related to the development of production control in the frozen food factory, replacements and the launch of ready-made salad production at the Kivikko production plant as well as the renewal of enterprise resource planning systems and packaging equipment in Norwegian and Swedish subsidiaries.

Decision to reclaim investment support granted to Caternet Finland Ltd

At the beginning of November 2012, Caternet Finland Ltd received a decision to reclaim part of the investment support that was granted to its Kivikko plant by the Uusimaa Centre for Economic Development, Transport and the Environment in 2008–2009. The claim for recovery is due to the change of ownership of the company's share capital on 27 March 2012. The proposed sum claimed for recovery is approximately EUR 2 million.

Caternet Finland Ltd considers the claim for recovery to be unfounded and appealed against the decision. The Rural Businesses Appeals Board dismissed the appeal and retained in force the recovery decision of the Uusimaa Centre for Economic Development, Transport and the Environment. The company has appealed, requesting that the Supreme Administrative Court revoke the decision. Any claim for recovery will not take effect before the Supreme Administrative Court has processed the case and issued its decision. If the decision on the claim for recovery is not revoked, its cost impact is estimated at EUR 1.3 million. The final profit impact of the claim for recovery will depend on the decision of the Supreme Administrative Court and the seller's warranties.

The profit for the period does not include the cost impact of the decision on the claim for recovery.

Grains and Oilseeds

EUR million	10–12/2013	10–12/2012	Change	2013	2012	Change
Net sales	51.3	66.6	- 23.0%	209.0	215.8	- 3.2%
Operating profit excl. non-recurring items	1.3	2.1		5.1	6.5	
Operating profit	1.3	2.1		5.1	6.5	

Fourth quarter (October–December):

Net sales for the Grains and Oilseeds business were lower than in the fourth quarter of the previous year as a result of decreased market prices and slow grain trading. Measured in tonnes, sales volumes in grain trading decreased from the corresponding period of the previous year, but sales of vegetable oils and expeller were on a par with those of the previous year. The delivery volumes of packaged vegetable oil products continued to grow.

The operating profit excluding non-recurring items decreased to EUR 1.3 (2.1) million as a result of slow exports in grain trading and lower margins than those in the corresponding period of the previous year. Profitability was supported by successful raw-material purchases in vegetable oils and expeller, the pricing of expeller and good sales of packaged vegetable oil.

Financial year (January–December):

Net sales for the Grains and Oilseeds business decreased from the previous year. The operating profit decreased to EUR 5.1 (6.5) million. Due to high harvest levels, world market prices remained significantly lower in the second half of 2013 than in the previous harvest season. The availability of Finnish rapeseed from the new harvest was good, and the harvest was nearly 10% larger than in 2012.

Presently, uncertainty factors are related to rapeseed growing. Cultivation areas in Finland may decrease in the spring sowing in 2014, as the EU has banned the use of seed treatments that contain neonicotinoids for two years as of 1 December 2013. Their effects on pollinating insects will be studied during that time. The Finnish Safety and Chemicals Agency (Tukes) has granted a special permit for the sale, marketing and use of seeds treated earlier in Finland for the spring of 2014. However, new seeds must not be treated with the prohibited substances. To manage the purchasing risks related to Finnish rapeseed, the Apetit Group's Grains and Oilseeds business has pursued a strategy that aims to ensure profitable growth by investing in production with a very high utilisation rate in the refining of oilseeds and by focusing on expertise in refining and purchasing. This enables profitable vegetable oil milling with greater volumes of imported rapeseed, if necessary.

An average of 73 (70) people were employed in the Grains and Oilseeds business in 2013.

Investment during the financial year totalled EUR 0.8 (0.5) million and was mainly related to replacements and continued development at the vegetable oil mill.

Other Operations

EUR million	10–12/2013	10–12/2012	Change	2013	2012	Change
Net sales	-	-		-	-	
Operating profit excl. non-recurring items	1.7	1.2		3.1	0.6	
Operating profit	1.4	1.1		2.3	0.3	

The Other Operations segment comprises Group Administration, items not allocated under any of the business segments, and the associated company Sucros Ltd.

Fourth quarter (October–December):

The operating profit excluding non-recurring items increased to EUR 1.7 (1.2) million. It includes EUR 2.3 (2.1) million as the share of the profits of associated companies. Non-recurring items totalled EUR -0.3 (-0.0) million, comprising expenses paid to external consultants in the arbitration court case concerning the shareholder agreement dispute between Apetit Plc and Nordic Sugar.

Financial year (January–December):

The operating profit excluding non-recurring items increased to EUR 3.1 (0.6) million. It includes EUR 5.6 (3.8) million as the share of the profits of associated companies. Non-recurring items totalled EUR -0.8 (-0.4) million, comprising expenses paid to external consultants in the arbitration court case concerning the shareholder agreement dispute between Apetit Plc and Nordic Sugar.

A total of 10 (10) people were employed in the Other Operations segment in 2013.

Investment in non-current assets in Other Operations totalled EUR 0.2 (0.0) million.

Shareholder agreement dispute between Apetit Plc and Nordic Sugar

Apetit Plc (20%) and Nordic Sugar Ltd (80%) are joint owners of Sucros Ltd. The shareholder agreement that was drawn up when Sucros Ltd was established includes special protection for Apetit Plc as the minority owner.

Apetit Plc considers that the majority shareholder has repeatedly violated Apetit Plc's rights as the minority owner. In October 2011, Apetit Plc decided to submit the issue to the arbitration court, because the majority owner had not rectified its practices that are in breach of the shareholder agreement, despite the objections made.

Apetit Plc considers that Nordic Sugar has committed three breaches of the agreement. Under the terms of the shareholder agreement, each proven breach will incur a contractual penalty of EUR 8.9 million, meaning that the contractual penalty could total nearly EUR 27 million. Nordic Sugar has requested the Arbitration Institute of the Finland Chamber of Commerce to impose a contractual penalty of EUR 4.5 million on Apetit Plc on the grounds that Apetit committed a breach of the shareholder agreement in conjunction with the dismissal of Sucros Ltd's managing director. Both parties have denied the breaches of agreement claimed by the other party.

The Arbitration Institute is expected to issue its decision during 2014.

USE OF THE AUTHORISATIONS GRANTED TO THE BOARD OF DIRECTORS

The company's Board of Directors has not exercised its authorisation to issue new shares or transfer Apetit Plc shares held by the company.

SHARE TURNOVER

A total of 700,132 (832,618) Apetit Plc shares were traded on the stock exchange during the financial year, representing 11.1% (13.2%) of the total number of shares. The highest share price quoted was EUR 19.64 (16.77), and the lowest was EUR 14.41 (12.38). The average price of shares traded was EUR 16.77 (14.48). The share turnover for the period was EUR 11.7 (12.1) million. The year-end share price was EUR 19.45 (14.32), and the market capitalisation was EUR 122.9 (90.5) million.

OWN SHARES

At the end of the financial year, the company held a total of 130,000 of its own shares acquired during previous years, with a combined nominal value of EUR 0.26 million. These treasury shares represent

2.1% of the company's total number of shares and votes. The company's treasury shares carry no voting or dividend rights.

SHORT-TERM RISKS AND UNCERTAINTIES

The most significant short-term risks for the Apetit Group are related to the management of raw-material price changes and currency risks, the availability of raw materials, the solvency of customers, the delivery performance of suppliers and service providers, changes in the Group's business sectors and customer relationships, the arbitration court case, the recovery of business subsidies, and the integration processes following corporate acquisitions.

OUTLOOK FOR 2014

The Apetit Group seeks organic growth in its Food Business and Grains and Oilseeds business. Net sales will be affected particularly by the level of activity in the grain and oilseed markets and by changes in the price levels. Net sales for the first half of 2014 are expected to be lower than in the previous year as a result of lower market prices for grains.

The Group's full-year operating profit excluding non-recurring items is not expected to exceed the previous year's level. In the Other Operations segment, lower market prices for sugar are expected to weaken the result of the associated company Sucros. In Food Business and the Grains and Oilseeds business, the company seeks to improve profitability from 2013. The second half of the year is expected to be more significant in terms of the total result than in 2013. The operating profit excluding non-recurring items for the first half of the year is expected to be lower than in the previous year.

In addition, the outcome of the shareholder agreement dispute concerning Sucros may have a significant effect on the result for 2014. The decision is expected to be issued during 2014.

BOARD OF DIRECTORS' PROPOSALS CONCERNING PROFIT MEASURES AND DISTRIBUTION OF OTHER UNRESTRICTED EQUITY

The aim of the Board of Directors of Apetit Plc is to ensure that the company's shares provide shareholders with a good return on investment and retain their value. In line with its policy, the company distributes in dividends at least 40% of the profit for the financial year attributable to shareholders of the parent company.

The parent company's distributable funds stood at EUR 85,992,177.66 on 31 December 2013, of which EUR 3,021,437.67 is profit for the financial year.

The Board of Directors will propose that a dividend of EUR 1.00 per share be paid for 2013. The Board will propose that a total of EUR 6,187,576.00 be distributed in dividends and that EUR 79,804,601.66 be left in equity. The proposed dividend is 61.3% of the earnings per share.

No dividend will be paid on shares held by the company.

No significant changes have taken place in the financial standing of the company since the end of the financial year. The company's liquidity is good and, in the view of the Board, will not be jeopardised by the proposed distribution of dividends.

ANNUAL REPORT AND ANNUAL GENERAL MEETING

Apetit Plc’s Annual Report for 2013 – including the Board of Directors’ report, financial statements for 2013 and a separate statement on Apetit Plc’s corporate governance – will be published in the week beginning on 3 March 2013 at www.apetitgroup.fi/investors.

The Annual General Meeting is planned for 26 March 2014 and will be held in Säkylä. The company will publish its interim report for January–March 2014 on Tuesday, 13 May 2014 at 8.30 a.m.

CONSOLIDATED INCOME STATEMENT

EUR million

	Q4 2013	Q4 2012	**Q1-Q4 2013**	Q1-Q4 2012
Net sales	**97.3**	115.0	**387.3**	378.2
Other operating income	**0.5**	0.5	**4.1**	2.5
Operating expenses	**-93.5**	-110.2	**-379.2**	-368.6
Depreciation	**-1.6**	-1.8	**-7.1**	-7.0
Impairments	**0.0**	-0.3	**-2.0**	-0.3
Share of profits of associated companies	**2.5**	1.9	**6.2**	3.7
Operating profit	**5.1**	5.1	**9.4**	8.5
Financial income and expenses	**-0.6**	-0.5	**-0.2**	-1.0
Profit before taxes	**4.5**	4.6	**9.3**	7.5
Income taxes	**-0.1**	-0.6	**0.0**	-0.8
Profit for the period	**4.4**	4.0	**9.3**	6.7
Attributable to				
Equity holders of the parent	**4.4**	3.9	**10.1**	6.6
Non-controlling interests	**0.0**	0.1	**-0.8**	0.1
Basic and diluted earnings per share, calculated of the profit attributable to the shareholders of the parent company, EUR	**0.72**	0.64	**1.63**	1.07

STATEMENT OF COMPREHENSIVE INCOME

EUR million

	Q4 2013	Q4 2012	**Q1-Q4 2013**	Q1-Q4 2012
Profit for the period	**4.4**	4.0	**9.3**	6.7
Other comprehensive income				
Items which may be reclassified subsequently to profit or loss:				
Cash flow hedges	**0.5**	0.2	**0.0**	0.3
Taxes related to cash flow hedges	**-0.1**	-0.1	**0.0**	-0.1
Remeasurements of post employment benefit obligations	**-0.3**		**-0.3**	
Translation differences	**-0.3**	0.1	**-1.4**	0.7
Total comprehensive income	**4.3**	4.1	**7.6**	7.6
Attributable to				
Equity holders of the parent	**4.3**	4.0	**8.4**	7.6
Non-controlling interests	**0.0**	0.1	**-0.8**	0.1

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
EUR million

	31 Dec 2013	31 Dec 2012
ASSETS		
Non-current assets		
Intangible assets	**9.3**	10.6
Goodwill	**9.7**	12.1
Tangible assets	**45.8**	49.8
Investment in associated companies	**37.5**	35.5
Available-for-sale financial assets	**0.1**	0.1
Receivables	**0.4**	0.4
Deferred tax assets	**2.5**	2.5
Non-current assets total	**105.3**	111.0
Current assets		
Inventories	**64.0**	79.4
Receivables	**31.0**	36.9
Income tax receivable	**1.3**	0.4
Financial assets at fair value through profits	**0.1**	0.1
Cash and cash equivalents	**2.8**	5.2
Current assets total	**99.2**	122.0
Total assets	**204.4**	233.0

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
EUR million

	31 Dec 2013	31 Dec 2012
EQUITY AND LIABILITIES		
Equity attributable to the equity holders of the parent	**141.7**	138.4
Non-controlling interests	**1.9**	2.8
Total equity	**143.6**	141.2
Non-current liabilities		
Deferred tax liabilities	**5.0**	5.9
Long-term financial liabilities	**4.0**	5.6
Non-current provisions	**0.6**	0.4
Other non-current liabilities	**2.8**	7.5
Non-current liabilities total	**12.3**	19.5
Current liabilities		
Short-term financial liabilities	**11.0**	30.8
Income tax payable	**0.2**	0.2
Trade payables and other liabilities	**37.1**	41.2
Short-term provisions	**0.1**	0.1
Current liabilities total	**48.5**	72.3
Total liabilities	**60.8**	91.8
Total equity and liabilities	**204.4**	233.0

CONSOLIDATED STATEMENT OF CASH FLOWS
EUR million

	Q1-Q4 2013	Q1-Q4 2012
Net profit for the period	**9.3**	6.7
Adjustments, total	**0.7**	4.2
Change in net working capital	**17.8**	-23.0
Interests paid	**-1.7**	-1.9
Interests received	**0.1**	0.2
Taxes paid	**-1.9**	-2.3
Net cash flow from operating activities	**24.4**	-16.1
Investments in tangible and intangible assets	**-3.0**	-3.9
Proceeds from sales of tangible and intangible assets	**0.0**	0.1
Acquisition of subsidiaries deducted by cash		-6.1
Purchases of other investments		-8.0
Proceeds from sales of other investments		8.1
Dividends received from investing activities	**4.4**	1.0
Net cash flow from investing activities	**1.4**	-8.8
Proceeds from and repayments of short-term loans	**-20.8**	29.2
Proceeds from and repayments of long-term loans	**-1.6**	-3.0
Payments of finance lease liabilities	**-0.2**	-0.2
Dividends paid	**-5.6**	-5.3
Cash flows from financing activities	**-28.1**	20.8
Net change in cash and cash equivalents	**-2.4**	-4.1
Cash and cash equivalents at the beginning of the period	**5.2**	9.3
Cash and cash equivalents at the end of the period	**2.8**	5.2

Purchases of other investments and proceeds from sales of other investments are cash flows related to short-term fixed income funds.

STATEMENT OF CHANGES IN SHAREHOLDERS´EQUITY

A = Shareholders' equity at 1 January
B = Adoption of IAS 19R
C = Revised shareholders' equity at 1 January
D = Dividend distribution
E = Transactions with NCI
F = Other changes
G = Total comprehensive income
H = Shareholders' equity at 31 Dec (previous year revised)

January - December 2013
EUR million

	A	**B**	**C**	**D**	**E**	**F**	**G**	**H**
Share capital			**12.6**					**12.6**
Share premium account			**23.4**					**23.4**
Net unrealised gains			**-0.2**				**0.0**	**-0.2**
Other reserves			**7.2**					**7.2**
Own shares			**-1.8**					**-1.8**
Translation differences			**1.1**				**-1.4**	**-0.3**
Retained earnings			**96.0**	**-5.6**	**0.0**	**0.5**	**9.8**	**100.7**
Attributable to equity holders of the parent			**138.4**	**-5.6**	**0.0**	**0.5**	**8.4**	**141.7**
Non-controlling interests (NCI)			**2.8**			**-0.1**	**-0.8**	**1.9**
Total equity			**141.2**	**-5.6**	**0.0**	**0.4**	**7.6**	**143.6**

January - December 2012
EUR million

	A	B	C	D	E	F	G	H
Share capital	12.6		12.6					12.6
Share premium account	23.4		23.4					23.4
Net unrealised gains	-0.4		-0.4				0.3	-0.2
Other reserves	7.2		7.2					7.2
Own shares	-1.8		-1.8					-1.8
Translation differences	0.4		0.4				0.7	1.1
Retained earnings	95.0	-0.2	94.8	-5.3	0.0	-0.1	6.6	96.0
Attributable to equity holders of the parent	136.5	-0.2	136.3	-5.3	0.0	-0.1	7.5	138.4
Non-controlling interests (NCI)	2.7		2.7			0,0	0.1	2.8
Total equity	139.2	-0.2	139.0	-5.3	0.0	-0.1	7.6	141.2

BASIS OF PREPARATION AND ACCOUNTING POLICIES

The Financial Statement Bulletin 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 2012.

Amendment to IAS 19 'Employee Benefits' eliminates the possibility to use the corridor approach and actuarial gains and losses relating to defined benefit obligations are recognised in the statement of other comprehensive income as they occur. Net interest cost has replaced interest expense and expected return on plan assets. Cost relating to work performed during the period is presented in employment expenses, while net interest is presented in the financing expenses. Previously all defined benefit obligation expenses were presented in the employment expenses. The amendment has been applied retrospectively on the opening balance sheet 2012. Application has increased Group's defined benefit liability by EUR 0,3 million, deferred tax assets by EUR 0.1 million and decreased retained earnings by EUR 0.2 million.

Amendment to IAS 1 'Presentation of Financial Statements' affected the presentation of the statement of other comprehensive income.

SEGMENT INFORMATION

A = Food Business
B = Grains and Oilseeds Business
C = Other Operations
D = Total

Operating segments,
January - December 2013
EUR million

	A	B	C	D
Total segment sales	**178.5**	**209.0**		**387.5**
Intra-group sales	**-0.2**	**0.0**		**-0.2**
Net sales	**178.3**	**209.0**		**387.3**
Share of profits of associated companies included in operating profit	**0.6**		**5.6**	**6.2**
Operating profit	**2.0**	**5.1**	**2.3**	**9.4**
Gross investments in non-current assets	**2.0**	**0.8**	**0.2**	**3.0**
Corporate acquisitions and other share purchases			**0.0**	**0.0**
Depreciations	**6.0**	**0.8**	**0.3**	**7.1**
Impairments	**2.0**			**2.0**
Personnel	**699**	**73**	**10**	**782**

Operating segments,
January - December 2012
EUR million

	A	B	C	D
Total segment sales	162.7	215.8		378.5
Intra-group sales	-0.2	0.0		-0.3
Net sales	162.5	215.7		378.2
Share of profits of associated companies included in operating profit	-0.1		3.8	3.7
Operating profit	1.7	6.5	0.3	8.5
Gross investments in non-current assets	3.4	0.5	0.0	3.9
Corporate acquisitions and other share purchases			9.7	
Depreciations	5.8	0.9	0.3	7.0
Impairments	0.3			0.3
Average number of personnel	641	70	10	721

KEY INDICATORS

	31 Dec 2013	31 Dec 2012
Shareholders' equity per share, EUR	**22.90**	22.37
Equity ratio, %	**70.3**	60.6
Gearing, %	**8.4**	22.0
Gross investments in non-current assets, EUR million	**3.0**	3.9
Corporate acquisitions and other share purchases, EUR million	**0,0**	9.7
Average number of personnel	**782**	721
Average number of shares, 1,000 pcs	**6188**	6188

The key figures in this Interim Report are calculated with same accounting principles than presented in the 2012 annual financial statements.

COLLATERALS, CONTINGENT LIABILITIES, CONTINGENT ASSETS AND OTHER COMMITMENTS

EUR million

	31 Dec 2013	31 Dec 2012
Mortgages given for debts		
Real estate and corporate mortgages	**2.4**	2.7
Guarantees	**9.5**	10.9
Non-cancellable other leases, minimum lease payments		
Real estate leases	**6.8**	7.5
Other leases	**1.0**	1.4
DERIVATIVE INSTRUMENTS		
Outstanding nominal values of derivate instruments		
Interest rate swaps	**4.2**	5.4
Forward currency contracts	**5.7**	9.3
Commodity derivative instruments	**1.7**	9.3
CONTINGENT ASSETS		
The present value of proceeds from the sale of shares in the joint entry account	**0.7**	0.7

OTHER COMMITMENTS

Based on the shareholder agreements on the ownership arrangement between Apetit Kala Oy and Taimen Oy, once certain terms and conditions are met the contracting parties are entitled to terminate the cross ownership at fair value. The liability in any termination of ownership EUR 2.6 (4.7) million is, on the basis of IAS 32, recognised under non-current liabilities. The receivable arising in connection with this may not, under IFRS rules, be recognised.

DISPUTES

In October 2011, Apetit decided to take its dispute with Nordic Sugar concerning breaches of shareholder agreement to arbitration. According to Apetit, Nordic Sugar has committed a total of three breaches of agreement. Under the terms and conditions of the shareholder agreement, one proven breach will incur a contractual penalty totaling about EUR 8.9 million. Therefore the penalty could total a maximum of nearly EUR 27 million.

Nordic Sugar expressed the view that Apetit committed a breach of shareholder agreement in connection with the dismissal of Sucros Ltd’s managing director, and requested the arbitration court to confirm the breach of shareholder agreement and order Apetit to pay a contractual penalty of EUR 4.5 million. Apetit’s view is that the shareholder agreement was complied with in the dismissal of Sucros Ltd’s managing director, and so the compensation claim is unfounded.

Compensation claims related to breaches of agreement have not been recorded in income or expenses. Expenses arising from litigation will be recognised as expenses on an accrual basis.

At the beginning of November 2012, Caternet Finland Oy has received a decision from the Uusimaa Centre for Economic Development, Transport and the Environment regarding a claim for recovery of investment support that was granted to Caternet's Kivikko plant in 2008-2009. The claim for recovery is due to the change of ownership of the company's share capital on 27 March 2012. Caternet Finland Oy considered the claim for recovery to be unfounded and decided to appeal against the decision on the claim for recovery. The Rural Businesses Appeals Board has dismissed the company's appeal and retained in force the recovery decision of the Uusimaa Centre for Economic Development, Transport and the Environment.
The company has appealed against the decision now issued and is consequently submitting a further appeal to the Supreme Administrative Court. The claim for recovery of the support will not be executed before the Supreme Administrative Court has dealt with the case and issued its judgement. If the decision regarding the claim for recovery is not rescinded, the cost impact of this is estimated to be EUR 1.3 million.

ADDITIONAL PURCHASE PRICE

In the terms for acquiring Caternet Finland Oy it was agreed that the price would include a variable element comprising an additional purchase price of EUR 0-6 million, which would be tied to the operating profit for 2012-2013. The initial estimate of the additional purchase price, which was EUR 3.7 million, was reduced in 2012 by EUR 1.2 million in regard to the element tied to the operating profit for 2012. During the review period in regard to the element tied to the operating profit for 2013 EUR 2.6 million has been recognised as income under other operating income in the operating profit for Food Business.

CHANGES IN TANGIBLE ASSETS
EUR million

	31 Dec 2013	31 Dec 2012
Book value at the beginning of the period	**49.8**	37.5
Additions	**2.3**	3.5
Additions through acquisitions		14.2
Disposals	**-0.6**	0.0
Depreciations and impairments	**-5.4**	-5.5
Other changes	**-0.3**	0.2
Book value at the end of the period	**45.8**	49.8

TRANSACTIONS WITH ASSOCIATED COMPANIES AND JOINT VENTURES
EUR million

	Q1-Q4 2013	Q1-Q4 2012
Sales to associated companies	**1.2**	1.7
Sales to joint ventures		8.6
Purchases from associated companies	**10.1**	13.1
Purchases from joint ventures		0.0

	31 Dec 2013	31 Dec 2012
Trade receivables and other receivables from associated companies	**0.8**	0.7
Trade receivables and other receivables from joint ventures		0.7
Trade payables and other liabilities to associated companies	**0.8**	0.5
Trade payables and other liabilities to joint ventures		0.0

In Espoo, 25 February 2014
APETIT PLC
Board of Directors