

Press Release

KLIPPAN is a leading producer of speciality paper for the graphic industry with a total capacity of 200,000 tons per year. Production is carried out at the three mills in Klippan, Lessebo and Mölndal.



Klippan, 17 May 2005

KLIPPAN AB

The Board of KLIPPAN AB has today reached a decision about a new share issue, supported by the authorization of the annual general meeting on 9 May 2005. Please see the press release issued today for the terms of the new share issue.

The Board is working actively on solving the current liquidity situation. The positive development of the order inflow during April has continued during May. The improved capacity utilization has thus resulted in no stoppage days during April and May.

Negotiations in accordance with the law concerning self determination at work aimed at closing down paper manufacturing at Mölndal Mill continue.

KLIPPAN AB

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Registered address: Klippan, Sweden. The company is public, organization No 556-360-182