



Second quarter

- Net sales amounted to SEK 1,840 million (1,970). Average prices rose 6% while delivery volumes fell by 11% compared with the same quarter in the previous year.
- Operating profit from continuing operations amounted to SEK 333 million (471). The decrease was due to lower roundwood delivery volumes, primarily sawlogs from own forests.
- Change in value of forest assets amounted to SEK 97 million (55).
- Operating profit amounted to SEK 468 million (645).
- Profit for the quarter was SEK 303 million (436).

Six-months January–June

- Net sales amounted to SEK 3,612 million (3,647). Average prices rose 5% while delivery volumes fell by 6% compared with the same period in the previous year.
- Operating profit from continuing operations decreased to SEK 576 million (798). The decrease was due to lower roundwood delivery volumes, primarily sawlogs from own forests.
- Change in value of forest assets amounted to SEK 171 million (100).
- Operating profit amounted to SEK 809 million (1,093).
- Profit for the first half of the year was SEK 520 million (731).

SEKm	Quarter 2		January–June	
	2011	2010	2011	2010
Net sales	1,840	1,970	3,612	3,647
Operating profit from continuing operations	333	471	576	798
Operating profit	468	645	809	1,093
Profit before tax	408	578	708	978
Profit for the period	303	436	520	731
Earnings per share	2.56	3.68	4.39	6.18

Sveaskog is Sweden's leading forest company. We sell sawlogs, pulpwood and biofuel. We also work with land transactions and develop the forest as a venue for fishing, hunting and other nature-based experiences. The forest is Sveaskog's core business and we accept major responsibility as a driving force for development as well as contributing to new applications for both wood raw material and forest land. We defend sustainable development in everything we do. We have annual sales of SEK 7 billion and some 720 employees.

CEO's comments

Sveaskog's net sales for the first half of the year amounted to SEK 3,612 million (3,647). Taken as a whole, the lower sales volume compared with the corresponding period in the previous year was counteracted by higher average prices for wood raw material. Operating profit from continuing operations amounted to SEK 576 million (798). The lower earnings are mainly due to lower deliveries of sawlogs from the company's own forests. A higher proportion of pulpwood and biofuel sales, due to uncertainty in the market for sawn timber and the cold winter, also affected earnings with lower revenues and higher production costs.

Sales of wood raw material totalled 5.7 million cubic metres (m³sub), a decrease of just over 6% compared with the same period in the previous year. Sales from own forests decreased by 9%. The main decrease was in sales of sawlogs, which are the most valuable products. In terms of earnings the lower delivery volumes were offset to some extent by 3% higher prices for own wood raw material.

At the beginning of April, Sveaskog and the insurance company If reached a settlement on compensation for the damage caused in Sveaskog's forests by the storm Gudrun in 2005. Under the terms of the settlement, If settled a total claim of approximately SEK 200 million including excess. SEK 62 million was recognised as income in the second quarter. The rest of the compensation was recognised as income in previous years.

At the Annual General Meeting in April, Sveaskog's owner decided on new financial targets for Sveaskog. The new targets are a consequence of the clearer mission for Sveaskog adopted by the Swedish parliament in 2010. The targets mean that Sveaskog will increase its profitability through, among other things, higher productivity and efficiency.

The yield target is a minimum of 5% and the target for return on equity is at least 7% viewed over a business cycle. The equity ratio target is 35–40%. The dividend target is unchanged and the ordinary dividend over time will continue to correspond to at least 60% of profit after tax after some adjustments.

In accordance with the Annual General Meeting decision, in



addition to a cash dividend of SEK 756 million, the shares in Ersättningsmark i Sverige AB have been distributed to the owner. The consolidated value of the net assets in Ersättningsmark i Sverige AB amounted to SEK 983 million when the distribution took place. This distribution marks the completion of the special assignment to transfer 100,000 hectares of productive forest land to the Swedish state for use as replacement land.

In June, Sveaskog signed a leasehold agreement with the Finnish company Morven relating to the industrial property owned by Sveaskog in Seskarö. Morven will use the facility to process material for glulam manufacture in Finland.

Gunnar Olofsson, President and CEO.

Operations

NET SALES AND EARNINGS

Second quarter

Net sales decreased during the quarter by 7% compared with the same period in 2010 and amounted to SEK 1,840 million (1,970). The change is explained by 11% lower delivery volumes which were partly offset by higher prices, which increased by an average of 6%. Operating profit from continuing operations decreased and amounted to SEK 333 million (471), mainly due to lower sawlog deliveries from Sveaskog's own forests.

Capital gains from property sales amounted to SEK 27 million (79). Share of profits of the associated company Setra Group AB amounted to SEK 11 million (40). Operating profit before change in value of forest assets amounted to SEK 371 million (590).

Change in value of forest assets amounted to SEK 97 million (55), due among other things to lower timber removals from own forest. After change in value of forest assets operating profit amounted to SEK 468 million (645).

Net financial items amounted to SEK 60 million (–67).

Profit for the period decreased by SEK 133 million compared with the same period in the previous year and amounted to SEK 303 million (436).

January–June

Net sales decreased to SEK 3,612 million (3,647), corresponding to a decline of 1%. Average timber prices increased by 5% while volumes decreased by 6%. Operating profit from continuing operations decreased and amounted to SEK 576 million (798). The decline in earnings is mainly due to lower sawlog deliveries from Sveaskog's own forests.

Capital gains from property sales, primarily sales to private forestry and in the form of replacement land, amounted to SEK 67 million (155).

Share of profits of the associated company Setra Group amounted to SEK –5 million (40). Operating profit before change in value of forest assets decreased and amounted to SEK 638 million (993).

Change in value of forest assets amounted to SEK 171 million (100). After change in value of forest assets operating profit amounted to SEK 809 million (1,093).

Net financial items amounted to SEK –101 million (–115). The change is mainly explained by a lower average loan portfolio.

Profit for the period was 29% lower than in the same period in the previous year and amounted to SEK 520 million (731).

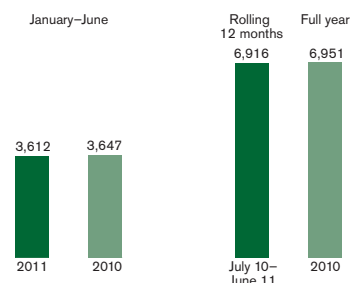
CASH FLOW, INVESTMENTS AND FINANCIAL POSITION

Cash flow from operating activities amounted to SEK 501 million (395). It is primarily a change in working capital which provided a higher result in comparison with the previous year. Investments in property, plant and equipment amounted to SEK 79 million (132). These mainly comprised forest land and forest machines. Investments in shares accounted for SEK 10 million (29). Sales of property, plant and equipment, primarily forest properties, amounted to SEK 207 million (441). Interest-bearing net debt decreased by SEK 396 million to SEK 5,424 million (5,820).

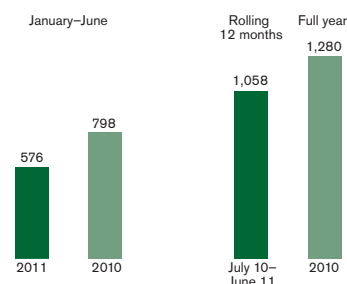
Market interest rates and stock markets have fallen in recent months and the Swedish krona has weakened. Statements from central banks, including the Swedish Riksbank, indicate a more restrictive attitude to the future pace of interest rate hikes. Sveaskog's borrowing costs are therefore expected to remain at a relatively unchanged level.

Sveaskog's net debt has increased in 2011 by approximately SEK 200 million. The loan portfolio mostly consists of loans issued under Sveaskog's MTN programme as well as Swedish commercial paper programmes. In the second quarter, Sveaskog procured new bilateral 5-year bank loan agreements with a total ceiling of SEK 6,500 million. The loan volume under the commercial paper programme is currently SEK 2,110 million and will be refinanced regularly in three-month periods. The average fixed interest period during 2011 was at its lowest approximately 11 months and just over 13 months at the closing date.

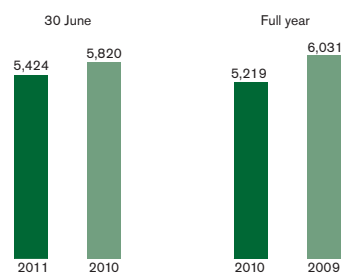
Net sales, SEKm



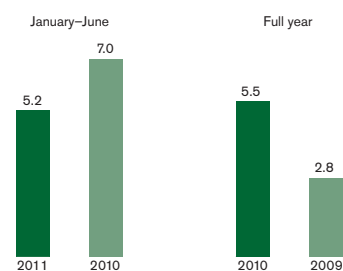
Operating profit from continuing operations, SEKm

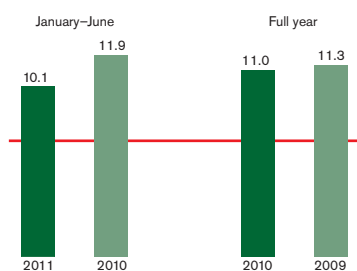


Interest-bearing net debt, SEKm

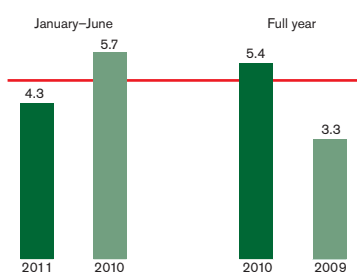


Interest cover, multiple

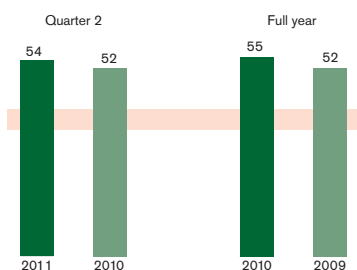


OWNER FINANCIAL TARGETS**Return on equity, %**

Financial target set by owner: 7%.

Yield, %

Financial target set by owner: 5%.

Equity ratio, %

Financial target set by owner: 35–40%.

Dividend

The target for the dividend amounts to at least 60% of profit after tax excluding non-cash adjustments in accordance with IFRS. For 2010 this corresponded to SEK 756 million. In addition, Sveaskog distributed the shares in Ersättningsmark i Sverige AB with a consolidated value of SEK 983 million.

OTHER UNITS WITHIN THE GROUP

Sveaskog Naturupplevelser increased its sales by 5% to SEK 72 million (69). Sales were normal for the season. The increased sales were mainly due to higher prices for hunting rights. Operating profit improved by SEK 7 million and amounted to SEK 57 million (50). The improved profit is mainly explained by increased hunting revenues as well as lower costs now that responsibility for game management has been transferred to the Parent Company.

Svenska Skogsplantor reports sales of SEK 227 million compared with SEK 236 million in the corresponding period last year. Operating profit was SEK 10 million lower and amounted to SEK 36 million (46). The decrease was mainly due to lower deliveries.

The associated company **Setra Group AB** reports lower earnings due to the weak climate in the wood products market during the first half of the year. Sveaskog's share of profit in the company amounted to SEK –5 million compared with SEK 40 million in the previous year.

PARENT COMPANY

Sveaskog AB (publ), 100% owned by the Swedish state, owns and manages forest properties and shares in subsidiaries and is also responsible for Group-wide financing.

Sveaskog AB's operating income during the first half of the year was SEK 6 million (7). Loss after financial items amounted to SEK 284 million (173), of which capital gains from property sales accounted for SEK 0 million (1). The Parent Company's expenses mainly comprise interest expenses as a result of the acquisition of Sveaskog Förvaltnings AB. The company has no employees.

Market**WOOD PRODUCTS INDUSTRY**

In the aftermath of the earthquakes in Japan it is probable that timber imports will increase later this year when rebuilding of homes and other construction gathers pace. Japanese timber imports increased by 20% in the period January to May

compared with the same period last year. Chinese imports of sawn softwood increased by 72% in January to May compared with the same period in the previous year. Canada, Russia and the US account for 90% of imported timber while deliveries from Sweden account for approximately 1%.

Global sawlog prices in USD increased for the eighth consecutive quarter in the first quarter of 2011. The increase is explained, among other things, by the high sawmill production, increased international trade and a relatively weak USD.

The uncertainty about Russian export duties continues. It is still unclear when and by how much these will be changed. Many analysts believe, however, that the tariffs will be reduced which may explain why Russian timber exports are rising again after showing a negative trend since 2006.

PULP AND PAPER INDUSTRY

Global pulp production has remained strong. Pulp prices continued to rise and global production of market pulp has risen substantially. Global production of market pulp increased by 8% in the first quarter of 2011 compared with the same period in the previous year. The biggest increase occurred in South America but Western Europe and North America also increased their production.

Record-high prices and strong demand for market pulp mean that most pulp mills have produced close to their maximum capacity. In March 2011, capacity utilisation in the pulp and paper industry was 95% compared with 90% at the corresponding date last year.

ENERGY SECTOR

Global trading with wood pellets continues to increase. Imports of pellets to Europe from North America are showing a strong increase. Higher energy prices will favour exporters of wood pellets in North America and deliveries to Europe can be expected to increase in 2011. Prices of pellets in Europe's main markets have risen over the last two years. Prices of household pellets were 5% higher in Germany and 12% higher in Sweden and Austria during the first quarter of 2011 compared with the same period in the previous year.

TRADE IN WOOD RAW MATERIAL*Sawlogs market*

The markets for the Swedish wood products industry remain uncertain and demand for sawn timber is only showing a slow increase. It is possible that the price fall for sawn timber has levelled out. The strong krona and weak profitability continue to be a problem for the industry. Demand for sawlogs increased compared with the previous quarter, while two sawmill closures have been announced in Kopparfors and Hjortkvarn. Weak price rises for sawlogs were noted towards the end of the period.

Sveaskog's sawlog deliveries in January to June 2011 amounted to 2,053,000 m³sub, which is a reduction of 12% compared with the same period in 2010.

Market for pulpwood and chips

Demand has been high for most products for the fibre-consuming industry. The price level for paper pulp is currently very high. Supply and demand for pulpwood have largely balanced but with a tendency towards surplus supplies at the end of the quarter. Development for birch pulpwood is tending towards a surplus. An unusually high number of maintenance and repair shutdowns in the industry affected deliveries. In the forest, production is focusing towards more pulpwood and less sawlogs. Prices for fibre raw material have remained at a stable high level since the start of the year.

Sveaskog delivered 2,760,000 m³sub of pulpwood and chips in January to June 2011, a reduction of 4% compared with the same period in 2010.

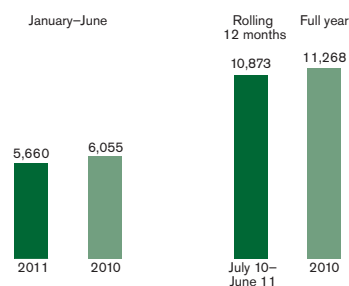
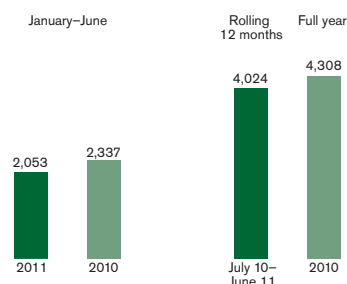
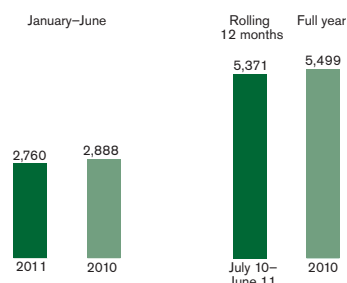
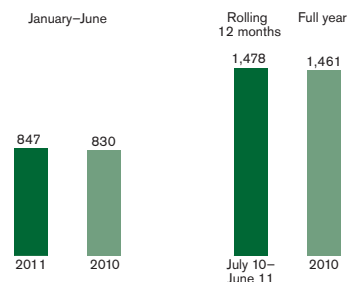
Biofuel market

During the first half of the year demand for biofuel was high because of the cold winter combined with high electricity prices. By-product flows from the sawmills were lower than normal because of lower production. Taken as a whole this meant that southern Sweden developed a shortage situation while demand and supplies were more balanced in the rest of the country for almost the entire winter. Several customers chose to combine domestic deliveries with regular supplies by boat mainly from Russia and the Baltic countries. The price development in these countries has been rapid, however, which means that they no longer offer a clear low-price alternative.

A number of major players are considering or have already decided to make new investments in or transfer to waste incineration instead of forest fuels. The arguments put forward for this are the high price level for forest fuels, compared with waste, and the increasing shortages in some geographic areas. In view of the geographic imbalance that prevails between areas with surplus supplies and shortages, both major suppliers and major customers are establishing long-distance transport by rail or sea in order to even out this situation.

As usual prices for the next heating season were agreed during the spring. The price development in the market is similar to last year's which means modest price increases.

Sveaskog's biofuel deliveries amounted to 847,000 m³sub in January to June 2011, an increase of 2% compared with the same period in 2010.

Sveaskog's total delivery volume, 000s m³sub**Delivery volume, sawlogs, 000s m³sub****Delivery volume, pulpwood and chips, 000s m³sub****Delivery volume biofuel, 000s m³sub**

Sveaskog Group

Condensed income statement

(Note 1) SEKm	3 months		6 months		12 months	
	Q 2 2011	Q 2 2010	Jan–June 2011	Jan–June 2010	July 2010– June 2011	Full year 2010
Net sales	1,840	1,970	3,612	3,647	6,916	6,951
Other operating income	71	6	72	9	92	29
Raw materials and consumables	-611	-598	-1,393	-1,271	-2,632	-2,510
Change in inventories	-92	-67	-88	-75	-6	7
Other external costs	-703	-695	-1,298	-1,211	-2,672	-2,585
Staff costs	-148	-122	-281	-256	-548	-523
Depreciation	-24	-23	-48	-45	-92	-89
Operating profit from continuing operations	333	471	576	798	1,058	1,280
Capital gains from property sales	27	79	67	155	174	262
Share of profits of associates	11	40	-5	40	-18	27
Operating profit before change in value of forest assets	371	590	638	993	1,214	1,569
Change in value of forest assets (Note 1)	97	55	171	100	1,533	1,462
Operating profit	468	645	809	1 093	2,747	3,031
Financial items	-60	-67	-101	-115	-243	-257
Profit before tax	408	578	708	978	2,504	2,774
Tax	-105	-142	-188	-247	-660	-719
Profit for the period/year	303	436	520	731	1,844	2,055
Earnings/share, SEK before and after dilution	2.56	3.68	4.39	6.18	15.57	17.36
- calculated on average number of shares, million	118.4	118.4	118.4	118.4	118.4	118.4

Statement of comprehensive income

(Note 1) SEKm	3 months		6 months		12 months	
	Q 2 2011	Q 2 2010	Jan–June 2011	Jan–June 2010	July 2010– June 2011	Full year 2010
Profit for the period/year	303	436	520	731	1,844	2,055
Other comprehensive income						
Exchange differences	0	0	0	-1	-1	-2
Cash flow hedges	1	14	21	22	70	71
Tax attributable to cash flow hedges	0	-4	-5	-6	-18	-19
Total other comprehensive income for the period/year, net after tax	1	10	16	15	51	50
Total comprehensive income for the period/year	304	446	536	746	1,895	2,105

Definitions

Adjusted equity

Equity plus minority interests.

Capital turnover rate

Net sales divided by average operating capital.

Debt/equity ratio

Interest-bearing net debt divided by adjusted equity.

Equity ratio

Adjusted equity divided by total assets, all calculated at the end of the period/year.

Gross margin

Operating profit before depreciation and share of profits of subsidiaries expressed as a percentage of net sales.

Interest-bearing net debt

Interest-bearing liabilities minus interest-bearing assets, all calculated at year-end

Interest cover

Operating profit before change in value of forest assets excl. capital gains on property sales plus financial income divided by financial expenses.

Net earnings per share

Profit for the year after tax divided by average number of shares during the year.

Sveaskog Group

Condensed balance sheet

SEKm	30 June 2011	30 June 2010	31 Dec 2010
ASSETS			
Non-current assets			
Intangible assets			
Property, plant and equipment	6	8	7
Forest land (Note 1)	1,992	2,012	1,982
Other property, plant and equipment	568	563	555
Biological assets – standing forest (Note 1)	28,029	27,931	28,003
Financial assets	475	520	475
Total non-current assets	31,070	31,034	31,022
Current assets			
Inventories	519	514	608
Current receivables, etc., non-interest bearing	2,104	2,492	2,325
Current interest-bearing receivables	0	0	0
Cash and cash equivalents	322	651	526
Assets held for distribution*	–	–	1,155
Total current assets	2,945	3,657	4,614
TOTAL ASSETS	34,015	34,691	35,636
EQUITY AND LIABILITIES			
Equity	18,313	18,157	19,516
Non-current liabilities			
- Interest-bearing liabilities and provisions	2,200	3,958	2,834
- Other liabilities and provisions	8,341	8,165	8,359
Total non-current liabilities	10,541	12,123	11,193
Current liabilities			
- Interest-bearing liabilities	3,546	2,513	2,911
- Other liabilities	1,615	1,898	1,728
Liabilities attributable to assets held for distribution	0	0	288
Total current liabilities	5,161	4,411	4,927
TOTAL LIABILITIES	15,702	16,534	16,120
TOTAL EQUITY AND LIABILITIES	34,015	34,691	35,636

* Assets held for distribution relate to the consolidated value of the 100,000 hectares of productive forest land, etc., that has been distributed to the owner.

Operating capital

Total assets excluding interest-bearing assets, tax assets and assets held for sale minus non-interest bearing liabilities and deferred tax liabilities, all calculated at year-end.

Operating margin

Operating profit expressed as a percentage of net sales.

Operating profit from continuing operations

Operating profit before change in value of forest assets, share of profits of associates and capital gains from property sales.

Return on equity

Profit for the year after tax expressed as a percentage of average adjusted equity.

Return on operating capital

Operating profit divided by average operating capital, excluding deferred tax.

Yield

Operating profit before change in value of forest assets excluding capital gains on property sales, divided by average operating capital, excluding deferred tax.

Sveaskog Group

Condensed cash flow statement

SEKm	Jan–June 2011	Jan–June 2010	Full year 2010
Operating activities			
Operating profit	809	1,093	3,031
Adjustment for non-cash items, etc.	-189	-285	-1,754
Interest received	12	6	16
Interest paid	-113	-121	-237
Paid tax	-472	-110	-224
Cash flow from operating activities before change in working capital	47	583	832
Change in working capital	454	-188	-88
Cash flow from operating activities	501	395	744
Investing activities			
Investments in property, plant and equipment	-79	-132	-250
Investments in shares	-10	-29	-49
Sale of property, plant and equipment	207	441	777
Sale of shares	0	0	31
Change in interest-bearing receivables	0	0	0
Cash flow from investing activities	118	280	509
Financing activities			
Dividend paid	-856*	-487	-487
Change in financial liabilities	33	-43	-746
Cash flow from financing activities	-823	-530	-1,233
Cash flow for the period/year	-204	145	20
Cash and cash equivalents, opening balance	526	506	506
Cash and cash equivalents, closing balance	322	651	526

* Cash dividend SEK 756 million and balance on account in Ersättningsmark i Sverige AB SEK 100 million.

Condensed statement of changes in equity

SEKm	Jan–June 2011	Jan–June 2010	Full year 2010
Opening equity, 1 January	19,516	17,898	17,898
Total comprehensive income	536	746	2,105
Dividend paid in accordance with AGM decision	-1,739	-487	-487
Closing equity at the end of the period/year	18,313	18,157	19,516

Key figures

	Jan–June 2011	Jan–June 2010	Full year 2010
Operating margin, %	22	30	44
Yield, % 1)	(target minimum 5%)	5.7	5.4
Return on equity, % 1)	(target minimum 7%)	11.9	11.0
Equity ratio, %	(target 35–40%)	52	55
Return on operating capital, % 1)		12.7	12.5
Debt/equity ratio, multiple	0.30	0.32	0.27
Interest cover, multiple 1,3)	4.5	5.5	5.5
Interest-bearing net debt, SEKm	5,424	5,820	5,219
Earnings per share, SEK 2)	4.39	6.18	17.36
Average number of employees	970	928	964
Number of employees	720	729	720

1) Rolling 12 months.

2) Calculated on number of shares, 118,373,034.

3) Operating profit before change in value of forest assets minus capital gains on property sales plus financial income divided by financial expenses.

Parent Company

Condensed income statement

(Note 1) SEKm	6 months		12 months	
	Q 2 2011	Q 2 2010	July 2010– June 2011	Full year 2010
Operating income	6	7	47	48
Operating expenses	0	0	-1	-1
Operating profit	6	7	46	47
Financial items	-290	-180	-512	-402
Profit/loss before tax	-284	-173	-466	-355
Tax	75	45	125	95
Profit/loss for the period/year	-209	-128	-341	-260

Condensed balance sheet

SEKm	30 June 2011	30 June 2010	31 Dec 2010
ASSETS			
Non-current assets			
Property, plant and equipment	60	64	60
Total non-current assets	60	64	60
Financial assets			
Interest-bearing	1,570	2,370	1,870
Non-interest bearing	24,934	24,934	24,994
Total financial assets	26,504	27,304	26,864
Total non-current assets	26,564	27,368	26,924
Current assets			
Current receivables, etc., non-interest bearing	470	512	400
Short-term investments	4,509	4,681	4,239
Cash and bank balances	0	0	0
Total current assets	4,979	5,193	4,639
TOTAL ASSETS	31,543	32,561	31,563
Equity			
Total equity	11,514	12,505	12,639
Non-current liabilities			
Interest-bearing non-current liabilities	1,469	3,169	2,069
Total non-current liabilities	1,469	3,169	2,069
Current liabilities			
Interest-bearing liabilities and provisions	18,518	16,845	16,826
Other liabilities and provisions	42	42	29
Total current liabilities	18,560	16,887	16,855
TOTAL EQUITY AND LIABILITIES	31,543	32,561	31,563

Parent Company

Condensed cash flow statement

SEKm	Jan–June 2011	Jan–June 2010	Full year 2010
Cash flow from operating activities	–536	–55	130
Cash flow from investing activities	200	151	625
Cash flow from financing activities	336	–96	–755
Total cash flow	0	0	0
Cash and cash equivalents, opening balance	0	0	0
Cash and cash equivalents, closing balance	0	0	0

Condensed statement of changes in equity

SEKm	Jan–June 2011	Jan–June 2010	Full year 2010
Opening equity, 1 January	12,639	13,120	13,120
Dividend paid in accordance with AGM decision	–916	–487	–487
Group contribution	–	–	360
Tax effect of group contribution	–	–	–94
Profit/loss for the period/year	–209	–128	–260
Closing equity at the end of the period/year	11,514	12,505	12,639

ACCOUNTING PRINCIPLES

The interim report for the Group is prepared in accordance with IAS 34 Interim Financial Reporting, the Swedish Annual Accounts Act and the Securities Market Act. For the Parent Company the interim report is prepared in accordance with the Annual Accounts Act and the Securities Market Act, which are in accordance with the regulations in RFR 2 Accounting for Legal Entities. The accounting principles and calculation principles for the Parent Company and the Group applied in this report are unchanged compared with the most recently published annual report except that with effect from 1 January 2011 the Group applies IAS 32 (amendment), Financial Instruments Presentation (applies from 1 February 2010). The revised standard allows subscription rights to be equity regardless of the currency in which they are issued. IAS 24 (revised) Related Party Disclosures (applies from 1 January 2011). The revised standard provides a new definition of related parties. Application will not have any effect on the Group's financial statements or disclosures. Amounts are stated in SEK million unless otherwise indicated. Figures in parentheses refer to the same period in the previous year.

NOTE 1 – CHANGE IN VALUE OF FOREST ASSETS, SEK M

The market-related value of Sveaskog's forest assets at 30 June 2011 has been calculated at 30,021 (29,943), of which 28,029 (27,931) comprises the fair value of standing forest and 1,992 (2,012) an identified cost for land. The change in the balance sheet amounts to 78 (887).

RISKS AND UNCERTAINTIES

A description of risks, uncertainties and risk management is provided in Sveaskog's 2010 Annual Report (in Swedish) on pages 76–78. No other significant changes, in addition to those mentioned in this year-end report, have occurred since the annual report was published.

IMPORTANT EVENTS AFTER THE BALANCE SHEET DATE

No important events occurred after the balance sheet date.

OTHER

Transactions with related parties are disclosed in the Group's Note 3 in Sveaskog's 2010 Annual Report. No significant changes have occurred in relations or transactions with related parties compared with those described in the 2010 report.

The Board of Directors and the CEO hereby confirm that this interim report provides a true and fair overview of the Parent Company's and the Group's operations, their financial position and performance, and describes material risks and uncertainties facing the Parent Company and other companies in the Group.

Stockholm, 21 July 2011
Sveaskog AB (publ.) (556558-0031)

Göran Persson
Chairman

Eva Färnstrand
Board Member

Marianne Förander
Board Member

Thomas Hahn
Board Member

Birgitta Johansson-Hedberg
Board Member

Carina Håkansson
Board Member

Elisabeth Nilsson
Board Member

Anna-Stina Nordmark Nilsson
Board Member

Mats G Ringesten
Board Member

Sture Persson
Employee representative

Eva-Lisa Lindvall
Employee representative

This report has not been reviewed by the company's auditors

Gunnar Olofsson
President and CEO



Sveaskog is Sweden's largest forest owner and a significant player in the timber market. The company's aim is to increase the value of the forest through market-driven, environmentally responsible and sustainable forestry. This includes effective regeneration in order to ensure good re-growth, professional forest management and a rational timber harvest. These are prerequisites for the company's ability, in competition with others, to supply wood raw material to demanding customers such as sawmills, pulp mills and energy facilities both in Sweden and abroad.

For further information, please contact

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Financial calendar

Interim report January–September 2011

27 October 2011

Year-end report 2011

26 January 2012

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