

POSITIVE DEVELOPMENT IN THE PERFORMANCE OF BUSINESS SEGMENTS
Increased input weakened the Group's performance

- Turnover for the second quarter amounted to EUR 112.9 million (EUR 117.5 million for continuing operations in Q2/2004).
- Operating result was EUR 2.9 million (EUR -27.8 million or EUR 4.7 million excluding one-off items).
- Raisio's turnover is expected to be on par with the turnover from last year's continuing operations and the full-year operating profit to be close to last year's operating profit for continuing operations, excluding one-off items (EUR 10.6 million).

This interim report has been prepared in accordance with the principles of the IFRS. Raisio adopted the International Financial Reporting Standards as of the beginning of 2005. This adoption has been explained in a separate report on 22 April 2005.

In this review, figures for the comparison period have been presented in brackets and they stand for the continuing operations unless otherwise informed.

Key figures, result

	4-6/2005	4-6/2004	1-6/2005	1-6/2004	2004
Turnover, EUR million	112.9	117.5*	211.0	216.2*	437.9*
Operating result, EUR million	2.9	4.7**	7.0	4.9**	10.6**
% of turnover	2.6	4.0**	3.3	2.3**	2.4**
Result before taxes, EUR million	3.9	5.1**	8.8	4.2**	10.7**
Earnings per share, EUR	0.02	0.00**	0.04	-0.01**	0.07**

* continuing operations

** continuing operations, excluding one-off items

Key figures, balance sheet

	1-6/2005	1-6/2004	2004
Return on investment, %	4.6	80.1	46.7
Equity ratio, %	78.1	65.0	76.4
Gearing, %	-26.4	-39.5	-41.9
Equity per share, EUR	2.13	2.33	2.29

CEO Rabbe Klemets:

"Profit development in Q2 was weaker than that of the first quarter and the comparison period, although the performance of both Raisio Nutrition and Raisio Life Sciences was up from the comparison period. Raisio's aim to renew itself and get on a growth track calls for considerable input in research and product development, business internationalisation and in sales and marketing. Unallocated additional strategic input in research and product development, as well as other Group-level development expenses, led to a clear increase in the costs for other operations and reduced the Group's overall result.

In Finland, retail trade was slow, which could also be seen in the demand for Raisio's food products. Sales were particularly weak in the potato and margarine products, whereas feed and vegetable oil operations continued in an upward direction.

In line with its strategy the company will continue to expand its home market to Russia. Raisio and Lännen Tehtaat have decided to start farm feed production in northwestern Russia by setting up a 50/50-owned joint venture. In Russia it is difficult to achieve sustainable competitive advantage without local production, of which weaker demand for imported malt and lower malt price levels are the most recent indications. This is why Raisio is also considering the option to start oat flake production in the country. In addition, the Group is working on plans concerning the production and marketing of Benecol products in both Russia and the new EU Member States.

Raisio's operations in Poland have seen good growth and profitability throughout the first part of the year. The Benecol yoghurt drink produced by Obory, in which Raisio holds a minority share, and the coffee drinks produced by Emmi and sold in Poland by Raisio's sales organisation were successfully launched on the market.

The sales of Benecol yoghurt drinks continued to increase in Europe, which, in turn, led to a growth in ingredients sale. Positive development was also seen in the diagnostics business."

RESULT

Raisio recorded a turnover of EUR 112.9 million (EUR 117.5 million) in the second quarter. The turnover of Raisio Life Sciences increased, while that of Raisio Nutrition decreased.

Turnover for January–June amounted to EUR 211.0 million (EUR 216.2 million), of which turnover from outside Finland represented 37.5% (37.3%), or EUR 79.2 million (EUR 80.6 million).

The operating result for the second quarter was EUR 2.9 million (EUR -27.8 million or EUR 4.7 million excluding one-off items). While both business segments improved their performance over the comparison period, expenses for other operations increased due to additional input in research and development, among other things. Depreciations, allocated to operations in the income statement, totalled EUR 6.0 million in April–June and EUR 12.1 million in January–June. The operating result for January–June was EUR 7.0 million (EUR -27.6 million or EUR 4.9 million excluding one-off items).

The result before taxes was EUR 3.9 million (EUR -29.4 million or EUR 5.1 million excluding one-off items) in the second quarter and EUR 8.8 million (EUR -30.4 million or EUR 4.2 million excluding one-off items) in January–June. Raisio's net financial items for April–June totalled EUR 1.0 million (EUR -1.3 million or EUR 0.7 million excluding one-off items). The financial result was increased by the significantly smaller amount of debt. In January–June the net financial items amounted to EUR 1.8 million (EUR -2.4 million or EUR -0.4 million excluding one-off items).

The result for the financial period in the second quarter was EUR 2.5 million (EUR -31.8 million or EUR 2.7 million excluding one-off items), and for January–June EUR 6.1 million (EUR -33.4 million or EUR 1.1 million excluding one-off items). Earnings per share in April–June amounted to EUR 0.02 (EUR -0.20 or EUR 0.00 excluding one-off items). In January–June, EPS totalled EUR 0.04 (EUR -0.21 or EUR -0.01 excluding one-off items).

The cash flow from business operations was EUR 2.7 million (EUR 14.1 million) in the second quarter and EUR -10.7 million (EUR 17.0 million) in January–June.

BALANCE SHEET AND FINANCIAL POSITION

The balance sheet total at the end of June was EUR 470.6 million (EUR 514.3 million on 31.12.2004), while shareholders' equity amounted to EUR 351.8 million (EUR 378.1 million on 31.12.2004). Equity per share at the end of June was EUR 2.13 (EUR 2.29 on 31.12.2004).

Raisio's net interest-bearing debt was EUR -96.8 million at the end of June (EUR -164.6 million on 31.12.2004). The equity ratio at the end of June was 78.1% (76.4% on 31.12.2004), and the gearing ratio -26.4% (-41.9% on 31.12.2004).

Working capital increased to EUR 89.3 million (EUR 84.2 million on 31.3.2005 and EUR 57.5 million on 31.12.2004), mainly due to bigger inventories based on seasonal changes in the business. Raisio's gross investments totalled EUR 17.4 million (EUR 4.8 million) in the second quarter, and EUR 22.1 million in January–June (EUR 8.3 million). The biggest single investments included the renewal of the ERP system, the construction of the oat-soy plant in Turku and the Research Centre in Raisio, as well as the expansion of the stanol ester plant.

BUSINESS SEGMENTS

Raisio Nutrition

Raisio Nutrition recorded a turnover of EUR 98.4 million (EUR 105.4 million) in the second quarter. The decrease resulted from slack domestic trade for consumer goods, which weakened the demand for Raisio's food products. While margarine sales fell in Sweden, Raisio's food sales in Poland increased. The turnover of Raisio Malt almost halved, as Russian malt sales saw a considerable decrease and the price level in Russia dropped due to an increase in the country's own malting capacity. Raisio Nutrition's turnover in the January to June period was EUR 184.2 million (EUR 193.4 million).

Raisio Nutrition turnover, EUR million

	4-6/2005	4-6/2004	1-6/2005	1-6/2004	2004
Food	52.1	57.0	102.2	109.6	217.1
Margarine products	28.6	31.7	56.9	60.6	121.6
Milling products	18.5	18.8	36.6	37.4	75.1
Processed food potato	5.7	6.7	10.3	11.6	21.2
Others	-	0.4	-	0.8	0.8
Internal sales	-0.8	-0.6	-1.6	-0.7	-1.7
Feed and malt	50.6	53.1	90.1	92.8	190.7
Feeds	43.9	42.3	80.1	78.7	165.2
Malt	5.7	10.2	8.7	13.2	24.7
Others	1.2	0.7	1.8	1.1	1.4
Internal sales	-0.2	-0.1	-0.5	-0.3	-0.5
Internal sales for business segment	-4.3	-4.7	-8.1	-9.1	-17.9
Total	98.4	105.4	184.2	193.4	389.9

Raisio Nutrition booked a segment result of EUR 3.3 million (EUR -17.3 million or EUR 3.0 million excluding one-off items) for April–June. The Swedish and Polish food businesses saw improved results, as did feed and vegetable oil operations, whereas the food business in Finland and the malt business recorded weaker results. The segment result for January–June was EUR 5.8 million (EUR -17.9 million or EUR 2.4 million excluding one-off items), i.e. 3.1% of the turnover.

Raisio and Lännen Tehtaat established a 50/50 owned joint venture, Scandic Feed (ZAO), which is responsible for setting up farm feed production in northwestern Russia. Production will be based on own production capacity or an acquisition.

GoGreen AB, founded by Raisio and the Swedish Cerealia Foods & Bread, started operations in June. The GoGreen product family includes plant-based fresh products and frozen foods, as well as ready-made meals.

Raisio and Finn Cereal agreed on the manufacture of “pure oat” products, developed especially for people with celiac disease. According to the agreement, Raisio will be responsible for contract farming of oats, product development and marketing, whilst Finn Cereal will be responsible for the processing of pure oats.

Raisio Nutrition acquired the Leipo bakery brand from BakeMark and will also operate as the vendor of products previously supplied by BakeMark in Finland. The products cover a wide assortment of ingredients for the bakery and food industry, and complement Raisio's existing product range.

Raisio Life Sciences

The turnover for Raisio Life Sciences continued to grow in the second quarter, amounting to EUR 16.1 million (EUR 13.7 million). Good demand for Benecol yoghurt drinks in Europe continued to be the engine for growth. In addition to the ingredients business, diagnostics also recorded slight growth. Turnover for January–June was EUR 29.5 million (EUR 25.5 million).

Raisio Life Sciences turnover, EUR million

	4-6/2005	4-6/2004	1-6/2005	1-6/2004	2004
Ingredients	13.8	11.5	25.0	21.3	44.7
Diagnostics	2.4	2.2	4.5	4.1	8.6
Total	16.1	13.7	29.5	25.5	53.3

Raisio Life Sciences booked a segment result of EUR 1.7 million (EUR -8.1 million or EUR 1.1 million excluding one-off items) for April–June. The improvement came from increased sales. Stronger emphasis on marketing and sales,

however, resulted in a slightly weaker result for Q2 compared with Q1. The segment result for January–June was EUR 3.9 million (EUR -7.2 million or EUR 2.0 million excluding one-off items), i.e. 13.3% of the turnover.

RESEARCH AND DEVELOPMENT

Projects related to research and development are proceeding as planned. The oat and soy plant construction in Turku has progressed to the process equipment installation phase. New products will be introduced on the market in early 2006. Construction of the Raisio Research Centre started this spring and will be completed at the end of 2005. The centre will bring together the research and development resources of the Raisio facilities. The 80-year-old Elovena brand was extended by launching new snack products: Elovena cookies and cereals.

Research and development costs amounted to EUR 2.8 million (EUR 2.1 million) in the second quarter, and to EUR 5.0 million (EUR 4.0 million) in the January to June period, representing 2.4% (1.9%) of turnover.

PERSONNEL AND GOVERNANCE

Raisio employed 1,502 people at the end of June (1,412 on 31.12.2004), 31% of whom worked outside Finland (32% on 31.12.2004). The increase in staff numbers resulted, among other things, from summer help and new recruits for research and development operations.

At the end of June Raisio Nutrition employed 1,137 people, Raisio Life Sciences 149 people, and Research and Development 124 people.

In accordance with the Finnish Companies Act, Raisio plc's Board of Directors appointed Olavi Kuusela, President of Raisio Nutrition Ltd, deputy CEO.

SHARES AND SHAREHOLDERS

The number of Raisio plc's free shares traded on the Helsinki Exchanges in January–June totalled 70.1 million (70.0 million). The value of share trading was EUR 157.6 million (EUR 105.0 million), and the average price EUR 2.25 (EUR 1.50). The closing price on 30 June 2005 was EUR 2.44. The price of the series V shares rose by 28.4% from the beginning of the year.

A total of 1,021,595 (887,081) restricted shares were traded in the January to June period. The value of share trading was EUR 2.4 million (EUR 1.4 million), and the average price EUR 2.31 (EUR 1.58). The closing price on 30 June 2005

was EUR 2.41. The price of the series K share rose by 30.3% from the beginning of the year.

On 30 June 2005 Raisio had 44,067 registered shareholders. Of all shares, 17.7% were in foreign holding (11.7 % on 31.12.2004) with the corresponding value for free shares being 22.3% (14.8 % on 31.12.2004).

The market value of Raisio plc's shares at the end of June amounted to EUR 402.2 million (EUR 312.0 million on 31.12.2004).

The authorisation granted by the Annual General Meeting on 31 March 2005 to repurchase and dispose company shares was not exercised in the review period.

FULL-YEAR OUTLOOK

The measures taken to enhance operations have resulted in a leaner cost structure. However, the result improvement in food businesses is expected to be smaller than earlier anticipated. Furthermore, a nearly 5-million-euro increase in R&D, as well as in sales and marketing, especially in the ingredients business and Polish operations, will weigh down on this year's result.

The falling demand for malt and the drop in prices is also estimated to reduce the result for the rest of the year. The next year market outlook for malt continues to be bleak. If the weakness of the market lasts further, restructuring in the malting operations will be needed.

Raisio's turnover is expected to be on par with the turnover from last year's continuing operations and the full-year operating profit to be close to last year's operating profit for continuing operations, excluding one-off items (EUR 10.6 million).

Raisio, 2 August 2005

Raisio plc
Board of Directors

Further information:

Taru Narvanmaa, Executive Vice President,
Communications and Investor Relations, tel.
+358 50 590 9398
Jyrki Paappa, Chief Financial Officer, tel.
+358 50 5566 512

No auditors' report has been issued concerning the interim report.

INCOME STATEMENT (EUR million)

	1-6/2005	1-6/2004	2004
CONTINUING OPERATIONS:			
Turnover	211.0	216.2	437.9
Cost of sales	-165.7	-179.8	-360.1
Gross profit	45.3	36.4	77.9
Other operating income and expenses, net	-38.3	-64.0	-96.3
Operating result	7.0	-27.6	-18.4
Finance income and expenses	1.8	-2.4	-1.6
Share of result of associates	-	-0.4	-0.4
Result before tax	8.8	-30.4	-20.3
Income tax	-2.7	-3.0	1.2
Result for the period from the continuing operations	6.1	-33.4	-19.1
DISCONTINUED OPERATIONS:			
Result for the period from discontinued operations	-	231.8	232.1
RESULT FOR THE PERIOD	6.1	198.4	213.0
Attributable to:			
Equity holders of the parent	5.9	197.2	211.3
Minority interest	0.2	1.2	1.7
Earnings per share from the profit attributable to equity holders of the parent (EUR)			
Earnings per share from continued operations (EUR)	0.04	1.19	1.28
Earnings per share from discontinued operations (EUR)	-	1.40	1.40

ONE-OFF ITEMS FOR THE COMPARISON PERIOD (EUR million)

	1-6/2004	2004
CONTINUING OPERATIONS:		
Raisio Nutrition		
Sales profit	3.3	3.3
Write-downs	-23.6	-24.8
Cancellation of IFRS pension liabilities	-	3.1
Raisio Life Sciences		
Write-downs	-9.2	-9.2
Other operations	-3.0	-1.4
Impact on result for the period from the continuing operations	-32.5	-29.0
Financial items	-2.0	-2.0
DISCONTINUED OPERATIONS:		
Sales profit	227.2	228.3
Impact of one-off items on result for the period before tax	192.7	197.3

No auditors' report has been issued concerning the interim report.

BALANCE SHEET (EUR million)

	30.6.05	30.6.04	31.12.04
Non-current assets			
Intangible assets	11.6	10.2	10.2
Goodwill	16.6	15.3	17.0
Tangible assets	133.5	130.7	127.0
Shares in associated companies	5.4	1.6	1.6
Investments available for sale	8.4	7.1	8.0
Receivables	7.5	7.7	6.7
Deferred tax assets	8.4	18.6	9.5
Current assets			
Inventories	73.5	70.7	56.5
Accounts receivables and other receivables	69.0	58.5	63.8
Financial assets at fair value through profit or loss	131.1	291.9	210.4
Cash in hand and at banks	5.6	4.5	3.8
Total assets	470.6	616.8	514.3
Equity attributable to equity holders of the parent	351.8	385.2	378.1
Minority interest	14.9	14.3	14.7
Deferred tax liability	10.7	13.1	10.3
Pension liabilities	0.7	3.9	0.7
Non-current interest bearing liabilities	16.6	88.6	26.0
Accounts payable and other liabilities	53.3	65.7	61.8
Current interest bearing liabilities	22.6	45.9	22.8
Total equity and liabilities	470.6	616.8	514.3

No auditors' report has been issued concerning the interim report.

CHANGES IN GROUP EQUITY (EUR million)

	Sha- re- ca- pi- tal	Sha- re- pre- mium acc- ount	Re- ser- ve- fund	Ot- her re- ser- ves	Trans- lati- on diffe- ren- ces	Re- valu- ati- on re- serve	Re- tai- ned ear- nings	To- tal	Mino- rity in- te- rest	To- tal
Equity at 1.1.2004	27.8	2.9	88.8	0.2	0.0	0.0	69.9	189.5	23.1	212.6
Dividend paid	-	-	-	-	-	-	-1.7	-1.7	-0.2	-1.9
Changes in translation differences	-	-	-	-	1.0	-	-	1.0	0.2	1.2
Net profit for review period	-	-	-	-	-	-	197.2	197.2	1.2	198.4
Translation differences booked in the P&L in connection to the divestment of Raisio Chemicals	-	-	-	-	-0.7	-	-	-0.7	-	-0.7
Divestment of Raisio Chemicals	-	-	-0.2	-0.2	-	-	0.4	0.0	-9.7	-9.7
Items recognised directly in equity	-	-	-	-	-0.1	-	-	-0.1	-	-0.1
Tax of previous period	-	-	-	-	0.0	-	-	0.0	-	0.0
Other changes	-	-	0.0	-	-	-	-0.1	-0.1	-0.3	-0.3
Equity at 30.6.2004	27.8	2.9	88.6	0.0	0.2	0.0	265.7	385.2	14.3	399.5
Equity at 1.1.2005	27.8	2.9	88.6	0.0	-2.2	0.0	261.0	378.1	14.7	392.8
Effects of adopting IAS 32 and IAS 39	-	-	-	-	-	0.3	-0.3	0.0	-	0.0
Dividend paid	-	-	-	-	-	-	-34.7	-34.7	-	-34.7
Changes in translation differences	-	-	-	-	2.7	-	-	2.7	-	2.7
Items recognised directly in equity	-	-	-	-	-0.4	-	-	-0.4	-	-0.4
Tax of previous period	-	-	-	-	0.1	-	-	0.1	-	0.1
Cash flow hedges										
Hedge result referred to equity	-	-	-	-	-	-0.3	-	-0.3	-	-0.3
Investments available for sale										
Fair value Profits	-	-	-	-	-	0.5	-	0.5	-	0.5
Deferred tax entered in equity	-	-	-	-	-	0.0	-	0.0	-	0.0

No auditors' report has been issued concerning the interim report.

Net profit for review period	-	-	-	-	-	-	5.9	5.9	0.2	6.1
Other changes	-	-	0.0	-	-	-	0.0	0.0	0.0	0.0
Equity at 30.6.2005	27.8	2.9	88.6	0.0	0.2	0.4	231.9	351.8	14.9	366.7

CASH FLOW STATEMENT (EUR million)

	1-6/2005	1-6/2004	2004
Cash flow before change in working capital	19.0	25.5	44.6
Change in working capital	-29.1	3.1	13.1
Financial items and taxes	-0.6	-11.7	-11.9
Cash flow from business operations	-10.7	17.0	45.9
Investments	-22.7	-19.8	-32.5
Proceeds from sale of fixed assets	0.2	398.9	406.3
Cash flow from investments	-22.6	379.1	373.8
Change in non-current loans	-9.3	-134.2	-219.2
Change in current loans	-0.5	1.8	0.3
Change in loan receivables	-	-1.1	-1.0
Dividend paid	-34.7	-1.9	-21.7
Cash flow from financial operations	-44.5	-135.3	-241.6
Unallocated items	-0.3	0.9	1.4
Change in liquid funds	-78.1	261.8	179.5
Liquid funds at beginning of period	214.1	34.6	34.6
Impact of change of market value on liquid funds	0.6	-	-
Liquid funds at end of period	136.7	296.4	214.1

TURNOVER BY SEGMENT (EUR million)

	1-6/2005	1-6/2004	2004
Raisio Nutrition	184.2	193.4	389.9
Raisio Life Sciences	29.5	25.5	53.3
Other operations	0.5	-	-
Interdivisional turnover	-3.2	-2.6	-5.3
Total turnover from continuing operations	211.0	216.2	437.9
Discontinued operations	-	188.7	192.7
Eliminations	-	-3.1	-3.6
Total turnover	211.0	401.8	627.0

SEGMENT RESULTS (EUR million)

(Operating profit + share of result of associates)

	1-6/2005	1-6/2004	2004
Raisio Nutrition	5.8	-17.9	-10.2
Raisio Life Sciences	3.9	-7.2	-4.8
Other operations	-2.6	-2.9	-3.9
Eliminations	-0.2	0.0	0.1
Segment result from continuing operations	6.9	-28.0	-18.8
Discontinued operations	-	239.6	240.9
Eliminations	-	-	-
Total	6.9	211.6	222.2

No auditors' report has been issued concerning the interim report.

NET ASSETS BY SEGMENT (EUR million)

	30.6.05	30.6.04	31.12.04
Raisio Nutrition	178.7	159.6	147.5
Raisio Life Sciences	52.5	52.0	47.0
Other operations	135.5	188.0	198.3
Total	366.7	399.5	392.8

INVESTMENTS BY SEGMENT (EUR million)

	1-6/2005	1-6/2004	2004
Raisio Nutrition	16.4	6.4	16.0
Raisio Life Sciences	2.6	0.7	2.8
Other operations	6.7	1.3	4.4
Eliminations	-3.6	-0.1	-1.2
Total investments from continuing operations	22.1	8.3	22.1
Discontinued operations	-	12.8	12.8
Total investments	22.1	21.1	34.8

TURNOVER BY MARKET AREA FROM CONTINUING OPERATIONS (EUR million)

	1-6/2005	1-6/2004*	2004*
Finland	131.8	135.6	280.8
Poland	17.7	15.4	33.4
Russia	12.8	18.8	32.4
Other Europe	46.2	43.9	85.1
ROW	2.5	2.6	6.2
Total	211.0	216.2	437.9

* continuing operations

QUARTERLY PERFORMANCE (EUR million)

	4-6/ 2005	1-3/ 2005	10-12/ 2004	7-9/ 2004	4-6/ 2004	1-3/ 2004
Turnover of Raisio Nutrition	98.4	85.9	97.5	99.0	105.4	88.0
Turnover of Raisio Life Sciences	16.1	13.4	16.1	11.7	13.7	11.8
Other operations	0.3	0.2	0.0	0.0	0.0	0.0
Interdivisional turnover	-1.8	-1.4	-1.5	-1.1	-1.5	-1.1
Total turnover	112.9	98.1	112.1	109.6	117.5	98.7
Segment result of Raisio Nutrition	3.3	2.5	4.3	3.4	-17.3	-0.6
Segment result of Raisio Life Sciences	1.7	2.2	1.6	0.8	-8.1	0.9
Other operations	-2.0	-0.6	-0.5	-0.5	-2.7	-0.2
Eliminations	0.0	-0.1	0.0	0.0	0.0	0.0
Total segment results	2.9	4.0	5.5	3.7	-28.1	0.1
Finance income and expenses, net	1.0	0.8	0.7	0.2	-1.3	-1.1
Result before tax	3.9	4.8	6.1	3.9	-29.4	-0.9
Income tax	-1.4	-1.3	-2.8	7.1	-2.4	-0.7
Result for the period from the continuing operations	2.5	3.5	3.3	11.0	-31.8	-1.6

No auditors' report has been issued concerning the interim report.

KEY INDICATORS

	1-6/2005	1-6/2004	2004
Return on equity, ROE, %	3.2	129.7	70.4
Return on investment, ROI, %	4.6	80.1	46.7
Interest bearing liabilities at end of period, EURm	39.9	138.5	49.5
Gross investments, EURm	22.1	21.1	34.8
Gross investments from continuing operations, EURm	22.1	8.3	22.1
% of turnover from continuing operations	10.5	3.8	5.0
R & D expenditure, EURm	5.0	8.6	12.9
R & D expenditure from continuing operations, EURm	5.0	4.0	8.4
% of turnover from continuing operations	2.4	1.9	1.9
Personnel average	1,406	2,537	2,005
Personnel average in continuing operations	1,406	1,537	1,498
Equity ratio, %	78.1	65.0	76.4
Gearing, %	-26.4	-39.5	-41.9
Earnings/share, EUR	0.04	1.19	1.28
Cash flow from operations/share, EUR	-0.06	0.10	0.28
Equity/share, EUR	2.13	2.33	2.29
Average number of shares during the period, in 1,000s			
Free shares	130,585	130,334	130,455
Restricted shares	34,564	34,815	34,694
Total	165,149	165,149	165,149
Market capitalisation of shares at end of the period, EURm			
Free shares	318.6	240.2	248.1
Restricted shares	83.6	66.4	63.9
Total	402.2	306.6	312.0

No auditors' report has been issued concerning the interim report.

CONTINGENT LIABILITIES (EUR million)

	30.6.05	30.6.04	31.12.04
Assets given for security			
For the company			
Mortgages on real estate	16.9	60.2	52.7
Securities pledged	0.0	0.0	0.5
Corporate mortgages	34.1	34.5	34.4
For associated companies			
Securities pledged	-	4.1	0.0
Contingent off-balance sheet			
Non-cancellable other leases			
Minimum lease payments	2.6	1.4	1.8
Contingent liabilities for the Group companies			
Guarantees	-	1.0	-
Contingent liabilities for the Company	1.5	2.3	2.1
Contingent liabilities for others			
Guarantees	0.0	75.1	0.1
Other liabilities	1.3	0.0	-

DERIVATIVE CONTRACTS (EUR million)

	30.6.05	30.6.04	31.12.04
Nominal values of derivative contracts			
Raw material futures	3.0	7.5	0.8
Forward electricity contracts	0.0	4.3	5.6
Currency forward contracts	31.6	34.6	35.9