

Lantmännen's Interim Report
January-August

2015



**We make
farming thrive**


Lantmännen

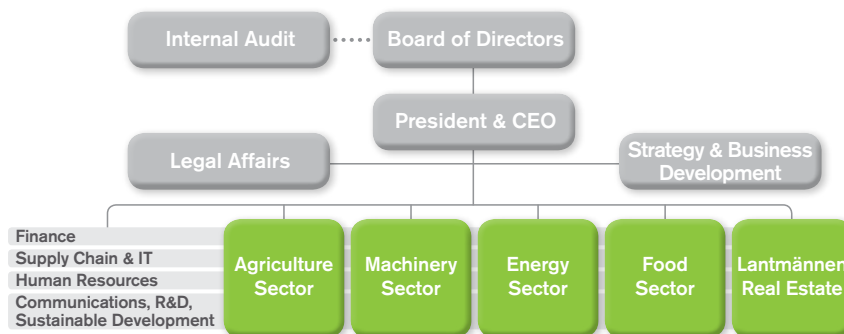


Lantmännen is an agricultural cooperative and Northern Europe's leader in agriculture, machinery, bioenergy and food products. Owned by 29,000 Swedish farmers, we have 10,500 employees, operations in over 20 countries and revenues of SEK 37 billion. With grain as our basis, we process arable land resources to make farming thrive. Some of our best-known food brands are AXA, Kungsörnen, GoGreen, Schulstad, Gooh, Finn Crisp and Bonjour. Our company is founded on knowledge and values built up through generations of owners. Having research, development and operations throughout the value chain means that we can take responsibility together – from field to fork.

For more information: lantmannen.se/en

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Lantmännen's organization



Financial reporting and publication orders

Year-end Report 2015 • February 9, 2016

The Annual Report including Sustainability Report, Appendix – Sustainability-Related Indicators, interim reports and other reports are available in English and Swedish. All reports can be downloaded from ► www.lantmannen.se/ekonomi

President's overview

Marked improvement in Lantmännen's earnings

Lantmännen's income after net financial items for the first eight months, adjusted for items affecting comparability, is MSEK 908, compared with MSEK 437 for the same period the previous year. This is a significant improvement from the previous year and all Sectors increased their operating income during the period.

The Agriculture Sector's performance is significantly better than the previous year, and the trend of progressively improving results continues. The improvement is largely due to continuing efficiency and cost adjustments in the Swedish agriculture operations, with a further strengthening of the Sector's customer focus. The Sector's foreign operations in the partly-owned companies in the Baltic region and Poland have developed well during the year, while earnings for HaGe Kiel have not reached the expected level.

Competition in the agricultural market in northern Europe remains intense, which can be seen in the feed segment and for most inputs. Profitability in the Swedish dairy industry, which forms the basis of agriculture in many parts of the country, is under severe pressure and this is having an adverse effect on the capacity to invest in agriculture. Not only is this a challenging situation for many farmers, but it also affects Lantmännen, particularly in the machinery and feed business.

We are on the way to the largest Swedish harvest in 25 years, which is very heartening both for farmers and for Lantmännen. Between August 15 and September 15, 1.4 million tonnes of grain were delivered to our grain receiving facilities, which is 500,000 tonnes more than in the same period the previous year. Harvesting has generally progressed very well, despite a very large and concentrated harvest, although the large volumes have presented logistical challenges particularly in the area north of Mälaren. Every day, operations are being optimized in order to create higher levels of service, with dryers running around the clock and intensive efforts underway to create storage space for the received grain.

The Machinery Sector's earnings are slightly higher than in the previous year, although this is mainly a result of further cost and efficiency measures, as well as a certain market strengthening in construction machinery in Sweden. The Swedish tractor market continues to decline, as do the markets in Norway and Denmark. Lantmännen is maintaining its market shares in a shrinking Swedish market, but the very challenging situation for dairy farmers is bringing a continuous decline in demand.

The Energy Sector has improved its operating income compared with the previous year, mainly driven by significantly improved earnings for Lantmännen Agroetanol. An increased proportion of ethanol is now sold on the German market, where demand for Lantmännen's sustainable ethanol has continued to increase as a result of new policy instruments that



reward greenhouse gas performance. Intensive work has also been implemented to reduce costs, use alternative raw materials and utilize by-products from ethanol production.

The Food Sector's operating income is significantly higher than in the previous year, which is mainly attributable to good growth in Unibake's international operations and a positive earnings contribution from Vaasan, which became a member of the Group in June 2015. Competition has intensified in most of Lantmännen's segments in Sweden, and the larger retail chains are very demanding in their tendering. Two major company transactions were conducted during the second four-month period: the acquisition of the Vaasan bakery group and the sale of Doggy.

Lantmännen Real Estate has increased its earnings compared with the previous year through an improved operating income and a number of completed property transactions.

Strategy implementation work continues with undiminished momentum

The implementation of our long-term strategy is continuing as planned, and we are starting to see the effects of the improvement work that forms the basis of the strategy in virtually all areas. The cost level has been reduced, efficiency has increased and we are also beginning to see the growth-creating measures bearing fruit. We will take further steps in some specific strategic areas, with a focus on continuing to create value in Swedish agriculture through measures such as using available technology and information to create better opportunities for streamlining work on the individual farm. Another important area for the future is to further strengthen and focus our innovation work – particularly in order to move more quickly from research to business. We are also working on mapping the value chain for rye and rye products, which will bring a clearer rye strategy for Lantmännen.

In summary, 2015 has been a very good year for Lantmännen so far. I look forward to leading and participating in the continuing work of implementing the strategy and achieving improvements for the remainder of the year and beyond. I feel confident that 2015 will continue to develop into a really good year for Lantmännen!


Per Olof Nyman
President & CEO, Lantmännen

The period in brief

January-August 2015

Net sales amounted to MSEK 12,105 (11,184) for the second four-month period and MSEK 23,169 (21,689) for the first eight months.

Operating income amounted to MSEK 688 (1,107) for the second four-month period. Adjusted for items affecting comparability, operating income was MSEK 688 (426). Items affecting comparability consist of a capital gain of MSEK 110 on the divestment of Lantmännen Doggy, restructuring costs of MSEK –45 in the Agriculture Sector and costs of MSEK –65 associated with the integration of Lantmännen and Vaasan's operations. Operating income for the first eight months was MSEK 979 (1,177), and adjusted for items affecting comparability MSEK 979 (496).

Cash flow from operating activities was MSEK 1,443 (835). The operating surplus contributed MSEK 1,495 (922) to the figure, while cash flow from working capital contributed MSEK –52 (–87). Cash flow before financing activities was MSEK –2,950 (858). Cash flow was affected by the acquisition of Vaasan and the divestment of Doggy. The acquisition was largely financed with own funds. Investments in non-current assets totaled MSEK 844 (707). Total cash flow including financing activities was MSEK –1,045 (–17).

At Lantmännen's AGM in May, Gunilla Aschan and Johan Mattsson were elected as new Board members after Lena Philipson and Nils Lundberg both declared themselves unavailable for re-election. Bengt-Olov Gunnarson, Per Lindahl and Hans Wallemyr were re-elected to the Board. At the statutory Board meeting, Bengt-Olov Gunnarson was elected Chairman and Per Lindahl Vice Chairman.

Lantmännen acquired the Vaasan bakery group in June. The operation is part of the Food Sector.

Lantmännen divested Lantmännen Doggy, which was part of the Food Sector, to the Lithuanian company NDX in July.



Pink bales to support breast cancer research

Lantmännen's key figures

	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	2014 Jan-Dec
Net sales, MSEK	12,105	11,184	23,169	21,689	32,666
Operating income, MSEK	688	1,107	979	1,177	1,453
Operating margin, %	5.7	9.9	4.2	5.4	4.4
Income after financial items, MSEK	670	1,080	908	1,118	1,342
Net income for the period, MSEK	562	1,031	781	1,086	1,225
Cash flow before financing activities, MSEK	–3,334	77	–2,950	858	2,077
Return on equity, %	13.8	26.9	9.7	14.5	10.6
Return on operating capital, %	11.0	20.6	8.6	11.2	9.1
Total assets, MSEK			32,121	28,223	27,131
Equity ratio, %			38.8	42.9	43.8
Investments, MSEK	539	385	844	707	1,087
Net debt, MSEK			7,585	4,110	3,674
Interest coverage ratio, times			7.1	7.8	6.9
Average number of employees			8,337	8,382	8,311
Adjusted for items affecting comparability,					
Operating income, MSEK	688	426	979	496	851
Operating margin, %	5.7	3.8	4.2	2.3	2.6
Income after financial items, MSEK	670	399	908	437	740
Return on equity, %	13.2	8.8	9.4	5.3	5.1
Return on operating capital, %	11.0	7.9	8.6	4.7	5.3

Business environment, sales and earnings

Market and business environment

After the beginning of the year, with an economic downturn in the US and crisis management of the Greek economy in the Eurozone, developments in the US and the Eurozone took a slightly upward turn. Developments in markets such as China, India, Brazil and Russia were weaker.

The Swedish economy showed relatively strong growth in the second quarter, and growth forecasts for the full year 2015 point to 2.5 to 3.0 percent. The growth is driven mainly by domestic demand and investments in housing. The slowdown in the Norwegian economy has continued, while growth in Denmark is increasing slowly and the outlook in Finland appears a little brighter than before. Growth in the Baltic countries has been relatively good in the year to date.

The ongoing Syrian civil war has sent about 60 million people fleeing, and the global security situation is more unstable than it has been for a long time. This has caused uncertainty in many markets, and created a complicated political situation in many countries. It is difficult to assess how the situation will develop and the implications for mobility in Europe.

The Riksbank lowered the repo rate further in summer, resulting in a weaker krona. The Riksbank's latest forecast shows that further stimulus measures may be relevant in the near future, in order to keep inflation and demand in the Swedish economy afloat. In contrast, the US Central Bank has signaled impending interest rate hikes, which has contributed to a measure of uncertainty in the global markets. However, interest rates were left unchanged at the last meeting.

The Swedish grain harvest is in its final stage, and the yield has been very good in virtually the entire country. In terms of quality, the protein levels in milling wheat and malting barley are lower than last year, which means that a larger proportion of the grain is classified as feed grain.

The harvests in the Baltic Sea region are generally much larger than last year. The Baltic countries do not have the

capacity to store their large harvests, which means that there has been significant outward selling pressure from the Baltic region during the harvest period. Harvest volumes on the Continent have also been large and of relatively good quality, which has contributed to a downward trend for grain prices.

Demand for grain during the summer and early fall has been much lower than in the previous year. This was mainly due to the relatively poor French harvest last year leading to higher demand for grain from the Baltic region.

The situation remains difficult for many Swedish milk producers. According to LRF's latest dairy market report, which is issued four times a year, world prices continued to fall during summer. Milk production has increased in many parts of the world, while milk collection in Sweden has fallen by 0.6 percent in the year to date. The imbalance in the dairy market and highly volatile price movements make it very difficult to assess developments in the coming months.

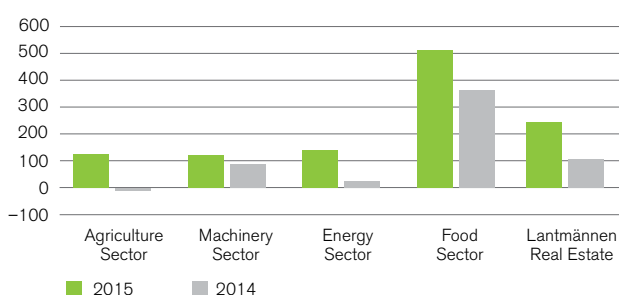
The process of formulating a national Swedish food strategy for increased growth and exports has continued in the second four-month period. Lantmännen's participation in these efforts includes a consultation response to the Ministry of Enterprise and Innovation, which is coordinating the work, and continuous discussions with LRF and LI (Swedish Food Federation). In addition, Lantmännen and its elected representatives have taken part in several open dialogue meetings on the strategy, organized by the Ministry for Rural Affairs.

The tractor market in Sweden has declined by 7 percent in the first eight months of the year. The markets in Norway and Denmark also continue to decline. The shrinking market is driving further structural changes and consolidation in the industry.

Sweden's export growth remains weak, despite the weakening of the Swedish krona during the year. Commodity prices have generally shown a downward trend during the year – particularly metal prices, which has had a negative impact on the already pressured mining and metal industry. This in turn

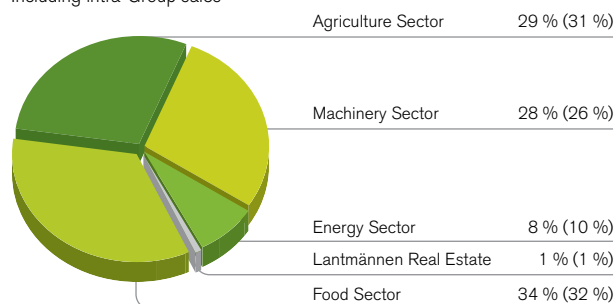
Operating income per Sector, accumulated January-August

Adjusted for items affecting comparability, MSEK



Distribution of Group's sales

Including intra-Group sales





has had an adverse effect on demand for large construction machinery. At the same time, there has been an increase in public investment from the state and municipalities, particularly in the form of a renovation of the Million Homes Program and large infrastructure investments.

According to HUI Research, Sweden's growth in fast-moving consumer goods (FMCG) continues and was 2.8 percent for the period up to and including July 2015. The trend from the first four-month period continues, with low inflation, low interest rates and increased household wealth. Denmark's FMCG growth in the same period was 1.2 percent, while Norway's was 2.0 percent. Finland showed negative growth of -2.0 percent.

Interest in quality and premium products in the FMCG sector remains strong, as does demand for products with a high food safety level and clear origin labeling. Swedish raw materials, health benefits and organic and locally produced food continue to be attractive to consumers.

The Group's net sales and earnings January-August 2015

Net sales

Lantmännen's net sales for the second four months amounted to MSEK 12,105 (11,184), an increase of 8 percent. The Food and Machinery Sectors showed an increase in sales.

Net sales for the first eight months amounted to MSEK 23,169 (21,689), an increase of 7 percent.

Adjusted for acquired and divested operations, net sales for the four-month period increased by 2 percent and for the full period by 5 percent.

Currency effects had a positive impact of 1 percent on net sales for the four-month period and 2 percent for the full period.

Operating income

Operating income for the second four-month period was MSEK 688 (1,107) and adjusted for items affecting comparability it was also MSEK 688 (426).

Items affecting comparability consist of a capital gain of MSEK 110 on the divestment of Lantmännen Doggy, restructuring costs of MSEK -45 in the Agriculture Sector and costs

of MSEK -65 associated with the integration of Lantmännen and Vaasan's operations. The previous year's items affecting comparability consisted of capital gains on the IPO of Scandi Standard and the sale of Lantmännen's German and Polish plant breeding and seed operations and restructuring costs in the Agriculture Sector.

Operating income for the first eight months was MSEK 979 (1,177) and adjusted for items affecting comparability MSEK 979 (496). Operating income improved in all Sectors, with the largest increase in the Agriculture and Energy Sectors.

Adjusted for acquired and divested operations and items affecting comparability, operating income was MSEK 618 (443) for the four-month period and MSEK 904 (518) for the full period.

Currency effects had an impact of MSEK 4 on operating income in the four-month period and MSEK 8 in the first eight months.

Net financial income and income after financial items

Net financial income for the second four-month period was MSEK -18 (-27). Income after financial items for the four-month period totaled MSEK 670 (1,080) and adjusted for items affecting comparability MSEK 670 (399).

Net financial items for the period January-August 2015 amounted to MSEK -71 (-59). The change is due, among other things, to weaker net interest income as a result of increased net debt with the acquisition of Vaasan. The decline in net interest income was offset by higher dividends and improved foreign exchange gains. Income after financial items for the first eight months totaled MSEK 908 (1,118) and adjusted for items affecting comparability MSEK 908 (437).

Tax and income after tax

Tax expense for the first eight months was MSEK 127 (32). Tax is calculated using the estimated tax rate for the full year.

Income after tax amounted to MSEK 781 (1,086), with MSEK 779 (1,077) of this figure attributable to members of the economic association and MSEK 2 (9) to non-controlling interests (minority ownership) in the Group's subsidiaries.

Cash flow

Cash flow from operating activities for the period January-August was MSEK 1,443 (835). The operating surplus contributed MSEK 1,495 (922) to the figure, while cash flow from working capital contributed MSEK -52 (-87).

Investments in non-current assets were MSEK -844 (-707), while sales of non-current assets amounted to MSEK 382 (168), which meant that net investments for the period were MSEK -462 (-539).

Acquisitions and divestments of operations generated a cash flow of MSEK -4,084 (967). Cash flow was affected by the acquisition of Vaasan and the divestment of Doggy. The acquisitions were largely financed with own funds.

Cash flow before financing activities was MSEK -2,950 (858), while total cash flow including financing activities was MSEK -1,045 (-17).

Financial position

Equity at August 31 amounted to MSEK 12,472 (11,876 at year-end). MSEK 23 (17 at year-end) of this amount is attributable to owners other than members of the economic association, i.e. the minority interest in Group companies. Net debt has increased by MSEK 3,911 since year-end, ending the period at MSEK 7,585 (3,674 at year-end). The increase is attributable to the acquisition of Vaasan.

The Group's liquidity is good. Cash & cash equivalents at August 31 were MSEK 2,018 (3,058 at year-end).

Total assets amounted to MSEK 32,121 (27,131 at year-end). The equity ratio was 38.8 percent (43.8 at year-end). The changes are largely attributable to the acquisition of Vaasan.

Risks and uncertainties

All business activity is subject to risk. The risks in Lantmännen's operations are strategic risks associated with trademarks, external regulations, the economy, operational risks (e.g., fluctuating energy, ethanol and commodity prices) and financial risks. The risks are described in detail in the 2014 Annual Report.

The main uncertainty concerning Lantmännen's operations and earnings still relates to the profitability of Lantmännen Agroetanol, which is highly dependent on ethanol price trends and the price of grain. If the liter price of ethanol changes by SEK 1, at full capacity utilization, annual earnings will be affected by just over MSEK 200 at constant prices for inputs and feed. It is estimated that a change of SEK 0.50 per kilo change in the price of grain will affect annual earnings by approximately MSEK 200, provided the price of feed correlates with the price of grain.

Changes in the Group

The Vaasan bakery group was acquired in June. The acquisition was announced at the beginning of the year and the relevant competition authorities approved the transaction in spring. Lantmännen already indirectly owned about 8 percent of the shares in Vaasan and acquired the remainder through the transaction. The acquisition is part of Lantmännen's strategy to strengthen the position in the northern European markets within Lantmännen Unibake's international operations.

Vaasan is the world's largest producer of thin crisp products and the world's second largest crispbread producer. The company is also a major bake-off player in the Nordic region and has a significant presence in the fresh bread segment. Vaasan has a turnover of about EUR 400 million (approximately SEK 4 billion) and about 2,500 employees in Finland, Estonia, Latvia, Lithuania, Sweden and Norway. Vaasan is part of the Food Sector.

Lantmännen Doggy was divested to the Lithuanian company NDX in July. The sale, which was part of Lantmännen's portfolio strategy for value creation, generated a capital gain of MSEK 110. The divested operation's annual turnover had been approximately MSEK 560, with total assets of MSEK 200. The average annual number of employees was 160. In connection with the divestment of Doggy, the industrial properties in Vårgårda where Doggy's operations are conducted were also sold.

In May, Lantmännen acquired Crop Tailor, a Swedish biotech company which has developed technology for fast, high-precision breeding of oats. The acquisition was part of Lantmännen's strategic focus on oats. The company is in the development stage and has limited operations.

The mill in Uppsala was acquired from Lantmännen's Grodden pension fund and a property in Enköping was sold to the pension fund during the four-month period. A retail property in Avesta was acquired in May and an industrial property in Valla was sold in March.

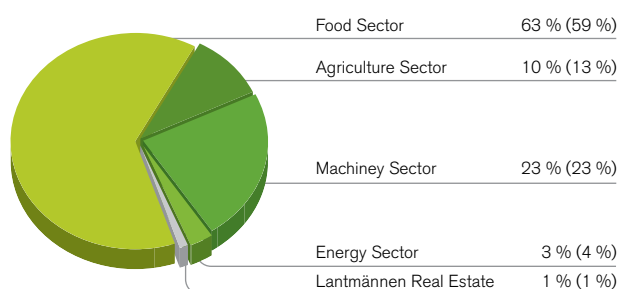
The acquisition balance sheets for the acquired companies are still preliminary.

The surplus value arising on the acquisition of Vaasan was recognized as an intangible asset pending completion of the acquisition analysis.

Human resources

The average number of employees was 8,337 (8,382) and the number of full-time employees was 10,222 (8,491) at August 31, 2015. The number of employees increased with the acquisition of Vaasan, although the number decreased following the divestment of operations and as a result of efficiency measures in the Agriculture Sector and corporate functions.

Distribution of Group's employees



Other important events

Agreement has been reached between Lantmännen and Kalmar Lantmän on Lantmännen's plans to acquire Kalmar Lantmän's machinery business.

Lantmännen Unibake's bakery in Londerzeel was destroyed by a fire on June 18. After the fire, intensive efforts have been devoted to securing deliveries to customers and conducting insurance investigations. The facility was fully insured.

Lantmännen Lantbruk and Lantmännen Maskin jointly participated in the Borgeby and Brunnby agricultural fairs. Lantmännen's stand was well-attended and represented a meeting place for many visitors.

Infrastructure Minister Anna Johansson has opened Lantmännen's filling station in Norrköping, which is Sweden's first public filling station with three different renewable fuels.

Lantmännen attended the political week in Almedalen and participated in about ten seminars, three of which were Lantmännen's own seminars. The best-attended of Lantmännen's seminars was on the topic of sustainable cultivation.

Lantmännen Reppe has started using a new 74-tonne vehicle for its heavy internal transport between Lidköping and Växjö. This will reduce the climate impact by 93 percent compared with the previous transport method. The vehicle – which has a special permit from the Swedish Transport Administration – runs on HVO100, a renewable, fossil-free diesel.

The agreement on the highly acclaimed pink plastic around silage bales raised just under SEK 200,000 for breast cancer research.

Lantmännen's Annual General Meeting

At Lantmännen's AGM in May, Gunilla Aschan and Johan Mattsson were elected as new Board members after Lena Philipson and Nils Lundberg both declared themselves unavailable for re-election. Bengt-Olov Gunnarson, Per Lindahl and Hans Wallemyr were re-elected to the Board. At the statutory Board meeting, Bengt-Olov Gunnarson was elected Chairman and Per Lindahl Vice Chairman.

The meeting adopted a contribution dividend and contribution issue which with the final price adjustment and refund results in a historically high MSEK 463 in dividends to members.

Events after the end of the reporting period

To improve the competitiveness and efficiency of operations, Lantmännen Lantbruk has initiated co-determination negotiations in order to close down the seed cleaning facility in Uppsala and concentrate these operations on other cleaning facilities. At the same time, active efforts are in progress to move the grain-receiving facility in Uppsala to a better location in the neighborhood.

The MAT2015 food fair in Växjö attracted 55,000 visitors. Lantmännen was in attendance and highlighted agriculture and its importance to Swedish food production. Lantmännen Reppe and parts of the Växjö district board were also there.



Harvesting.

Agriculture Sector

Key figures Agriculture Sector

	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Change Jan-Aug
Net sales, MSEK	3,096	3,371	6,982	6,994	0 %
Operating income, MSEK	58	-8	81	-61	142
Operating margin, %	1.9	-0.2	1.2	-0.9	
Return on operating capital, %	4.5	-0.6	3.0	-2.4	
Operating income, adjusted for items affecting comparability, MSEK	103	42	126	-11	137
Operating margin, adjusted for items affecting comparability, %	3.3	1.2	1.8	-0.2	
Return on operating capital, adjusted for items affecting comparability, %	8.0	3.5	4.8	-0.4	
Average number of employees			802	1,012	-21 %

Key figures Lantmännen Lantbruk Sweden

	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Change Jan-Aug
Net sales, MSEK	3,060	3,246	6,911	6,775	2 %
Operating income, MSEK	35	-24	54	-41	95
Operating margin, %	1.1	-0.7	0.8	-0.6	
Return on operating capital, %	4.0	-2.7	2.9	-2.3	
Operating income, adjusted for items affecting comparability, MSEK	80	26	99	9	90
Operating margin, adjusted for items affecting comparability, %	2.6	0.8	1.4	0.1	
Return on operating capital, adjusted for items affecting comparability, %	9.1	3.1	5.3	0.5	
Average number of employees			773	904	-14 %

The Agriculture Sector's net sales for the first eight months were in line with the previous year, while the Sector's operating income adjusted for items affecting comparability was significantly higher than the previous year at MSEK 126 (-11). The strong improvement is primarily due to the continuing efficiency and structural improvements made during the year. The organization is gradually becoming more effective and efficient, and the reduction in production costs has continued during the four-month period.

Competition in the agricultural market remains tough, and this is particularly the case in the feed segment, where the total market has declined and price competition has further intensified during the period. The grain business has developed positively during the year to date, as has the seed & forages business. The merchandise business has shown a stable trend, with sales volumes in line with the previous year. However, fertilizer sales are slightly lower than in the previous year, with concerns about the introduction of a fertilizer tax driving up volumes.

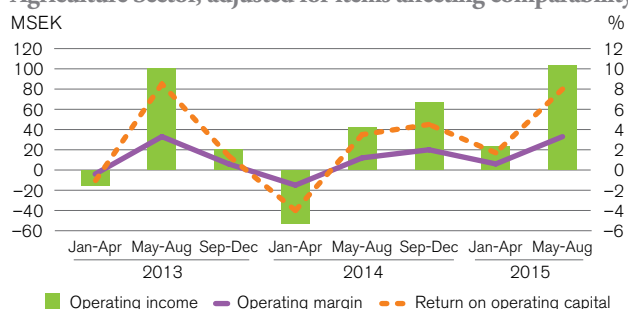
The Swedish harvest for the year has been delayed, but at the time of writing Sweden appears to be heading for its largest harvest in 25 years. Between August 15 and September 15, 1.4 million tonnes of grain were delivered to Lantmännen's grain receiving facilities, which is 500,000 tonnes more than in the same period the previous year. Protein levels are also slightly lower than last year. The Baltic Sea region and the whole of Europe have had generally good harvests, with the Baltic countries having record-high volumes. The large harvests are depressing prices throughout the Baltic Sea region, particularly in combination with lower demand for exports than in the previous year when the weak French harvest resulted in limited supply. Lantmännen's harvest work has generally progressed very well, with satisfied customers and suppliers – although the large volumes have presented logistical challenges primarily in the area north of Mälaren.

A new Nötfor range for dairy cows was launched in September. The new range provides higher feed efficiency, which contributes to better conditions for profitable milk production and aims to strengthen the competitiveness of Swedish agriculture. The feed has been thoroughly tested on farms across the country.

Market conditions for the Sector's international interests in Germany, Poland and the Baltic countries are largely the same as in the Swedish market. In July, it was announced that the company Scandagra, which is jointly (50-50) owned by Lantmännen, would be acquiring the Lithuanian agricultural company Agrogimas. The acquisition is part of Lantmännen's growth strategy and strengthens Scandagra's and Lantmännen's position in the rapidly growing Baltic market.

The process of implementing Lantmännen's long-term strategy – Strategy 2020 – in all its businesses is continuing as planned. A particularly strong focus is being placed on promoting value creation in Swedish agriculture, including developing methods to use available technology and information to facilitate and streamline work on the individual farm.

Agriculture Sector, adjusted for items affecting comparability





Machinery Sector

Key figures Machinery Sector

	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Change Jan-Aug
Net sales, MSEK	3,737	3,366	6,848	6,052	13 %
Operating income, MSEK	118	85	122	88	34
Operating margin, %	3.2	2.5	1.8	1.5	
Return on operating capital, %	18.9	11.2	9.7	6.2	
Average number of employees			1,865	1,834	2 %

Key figures Lantmännen Maskin Sweden

Net sales, MSEK	1,164	1,097	2,127	2,026	5 %
Operating income, MSEK	24	21	-4	-9	5
Operating margin, %	2.1	1.9	-0.2	-0.4	
Return on operating capital, %	8.1	7.6	-0.7	-1.6	
Average number of employees			752	726	4 %

The Machinery Sector's net sales for the first eight months were slightly higher than in the previous year. Operating income amounted to MSEK 122, an improvement from the previous year's result, which was MSEK 88 for the same period.

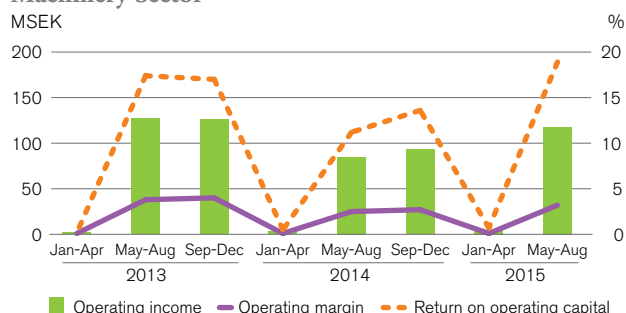
The overall tractor market in Sweden continues to decline, with total tractor sales for the first eight month being 7 percent lower than in the previous year. The markets in Norway and Denmark also continue to decline. Lantmännen is maintaining its market shares in a shrinking Swedish market, but the challenging situation, particularly for dairy farmers, is bringing a continuous decline in demand – both for new machines and the servicing and parts market. In order to counter the difficult market situation, Lantmännen Maskin is working on a number of measures to increase efficiency, reduce costs and strengthen accessibility to customers. Previous measures include the launch of the Lantmännen Classic service concept, designed for owners of older machines – and several independent workshops were contracted to supply Lantmännen's spare parts to machine owners during the four-month period.

Swecon is showing stable growth in both Sweden and Germany. Demand in Sweden has been stronger than expected, partly due to some customers waiting for recently launched machinery models. The mining industry's situation remains challenging, which means that the highest demand is

in the urban areas and close to major infrastructure projects. The German market is the most stable in global terms, which means that more suppliers are turning to Germany, with very intense price competition as a result.

Swecon's used spare parts business began during the four-month period. Reusing used but adequate spare parts is positive both from a sustainability perspective and to help reduce parts costs for owners of older machines.

Machinery Sector





Energy Sector

Key figures Energy Sector¹⁾

	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Change Jan-Aug
Net sales, MSEK	1,073	1,083	1,911	2,233	-14 %
Operating income, MSEK	77	36	139	23	116
Operating margin, %	7.2	3.3	7.3	1.0	
Return on operating capital, %	20.0	8.8	18.1	2.9	
Average number of employees			230	294	-22 %

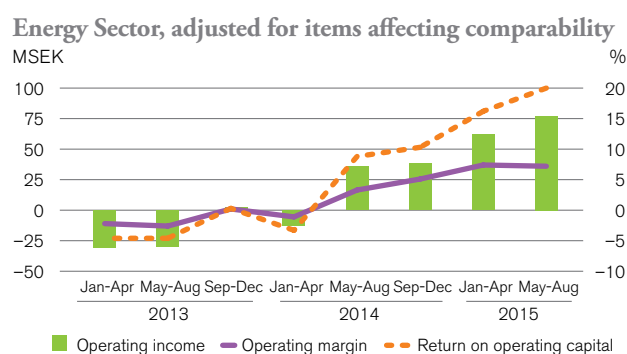
¹⁾ Lantmännen's heating operations were part of the Energy Sector in 2014, but are included in Lantmännen Real Estate from 2015. The figures for 2014 have been adjusted.

The Energy Sector's net sales for the first eight months were lower than in the previous year, mainly due to the divested pellet operations, which are now part of the jointly owned company Agroenergi Neova pellets. After adjustment for this, the Sector's net sales were largely in line with the previous year. Operating income for the first eight months amounted to MSEK 139, a considerable improvement from MSEK 23 for the same period the previous year.

The higher operating income was primarily attributable to a strong improvement in earnings for Lantmännen Agroetanol, which began in the first four-month period and continued in the second period. The new German policy instruments for biofuels, which were introduced earlier this year and reward environmental performance rather than volumes, have been a major contributory factor. An increased proportion of produced ethanol is being sold in the German market, where demand for Lantmännen Agroetanol's sustainable ethanol has continued to rise. Intensive work has also been implemented to reduce costs, use alternative raw materials and utilize by-products. Sales of Agro Cleanpower 95, an ethanol fuel for buses and trucks, continued to increase during the four-month period.

Lantmännen Aspen continues its positive growth, with an increase in sales compared with the previous year. This summer's marketing drive for the "Aspen 4" fuel for four-stroke engines – such as lawnmowers – has been successful.

During the four-month period, Lantmännen Reppe returned to the same capacity as before the explosion that occurred at one of the company's facilities in May. The focus on more high added value products has continued in a positive way.





Food Sector

Key figures Food Sector

Net sales, MSEK
 Operating income, MSEK
 Operating margin, %
 Return on operating capital, %
 Average number of employees

	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Change Jan-Aug
Net sales, MSEK	4,661	3,771	8,351	7,285	15 %
Operating income, MSEK	377	218	514	364	150
Operating margin, %	8.1	5.8	6.2	5.0	
Return on operating capital, %	10.2	8.3	8.2	7.0	
Average number of employees			5,131	4,908	5 %

The Food Sector's net sales for the first eight months were significantly higher than in the previous year, largely due to the acquisition of the Vaasan bakery group. The Sector's operating income was also significantly higher than in the previous year at MSEK 514 (364). The increased operating income is largely attributable to continuing improvements in earnings for Lantmännen Unibake and the additional earnings from Vaasan.

Lantmännen Cerealia launched several new products during the four-month period, including the "Go Raw" food concept from GoGreen and new granola products from Start. The gluten-free flour mixes launched earlier in the year have been well received.

Cerealia's B2B sales have developed positively during the year to date. However, price competition in Cerealia's consumer segments in the Nordic markets remains very tough. Intensive product development and marketing work is in progress in response to the market challenges. It is particularly heartening that Cerealia's business in Ukraine is delivering at a good level, despite the difficult conditions in the region, including political and military unrest in eastern Ukraine, a decline in exports to Russia, rising inflation and falling exchange rates.

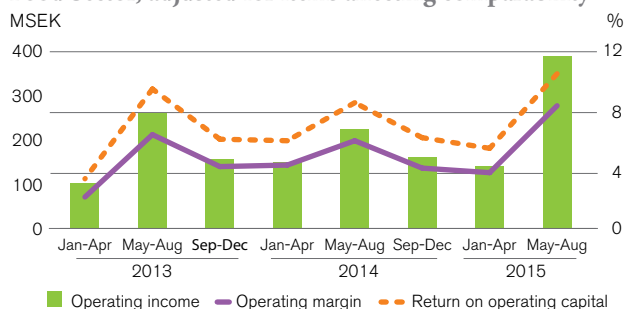
A number of investments made in Lantmännen Unibake's bakeries since last year have now begun to produce effects in the form of higher production efficiency – among them the opening of a new production line in the US. The earnings trend remains positive and sales in most markets are developing well. Work on creating profitable growth and expanding the business both geographically and to new customer groups continues. This includes better use of internal distribution channels in order to offer more of the product range to more markets.

In June, a fire broke out at Unibake's baguette production facility in Londerzeel in Belgium, totally destroying the bakery. In the second four-month period, intensive efforts have been in progress to secure deliveries to customers and conduct insurance investigations.

The Vaasan bakery group was acquired in June and the group's operations are currently being integrated in both Cerealia and Unibake. Several areas of synergy have been identified and Vaasan's operations complement Lantmännen's existing businesses very well.

Lantmännen Doggy was sold to the Lithuanian company NDX during summer. The sale is a step in Lantmännen's strategy for a stronger focus on the core business in the grain value chain, and Doggy will have better opportunities for development and growth within NDX, which has a number of other businesses in the same sector.

Food Sector, adjusted for items affecting comparability





Vaasan

The acquisition of Vaasan, which was completed on June 1, is one of the largest transactions Lantmännen has conducted for many years. Lantmännen and Vaasan are a perfect match: the companies have similar values and approaches, and businesses that complement each other well.

With common knowledge and experience in grain and bakeries, Lantmännen and Vaasan together create an even stronger platform for innovation, and can develop new products and businesses for the benefit of customers, consumers and shareholders.

Together the companies will be a leader in the common home market around the Baltic Sea. With Vaasan, Lantmännen's bake-off offering and rye knowledge are strengthened. Vaasan's fresh bread brings new products, while a brand new international customer offering is added in the form of crispbread. The expanded product portfolio, customer base and production capacity create opportunities to pursue the common ambition for growth not only in northern Europe but also in the rest of the world.

To create the best conditions for each business, Vaasan's current operations will be integrated into two of Lantmännen's business areas:

- Fresh bread will become a new, freestanding business unit in Lantmännen Unibake.
- Bake-off will be fully integrated into Lantmännen Unibake.
- Crispbread will be fully integrated into Lantmännen Cerealia.

- Vaasan is an international pioneer in the bakery sector and a leading force in food production in the Nordic and Baltic countries.
- Three business areas: Fresh bread, Bake-off and Crispbread
- Net sales: approximately EUR 400 million
- About 2,500 employees
- 16 production facilities and sales offices in 7 countries
- Strong food brands such as: Vaasan, Bonjour, Finn Crisp, Leibur, Hanzas Maiznica and Vilnaus Duona



Lantmännen Real Estate

Key figures Lantmännen Real Estate¹⁾

	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Change Jan-Aug
Net sales, MSEK	142	152	299	302	-1 %
Operating income excluding property sales, MSEK	58	54	120	108	12
Operating income, MSEK	100	53	245	108	137
Return on operating capital, excluding property sales, %	10.9	11.3	11.6	11.4	
Average number of employees			39	43	-10 %

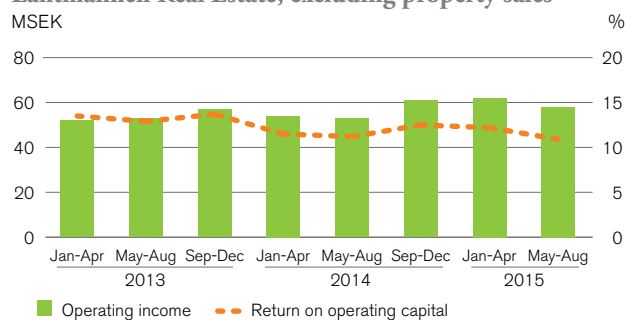
¹⁾ Lantmännen's heating operations were part of the Energy Sector in 2014, but are included in Lantmännen Real Estate from 2015. The figures for 2014 have been adjusted.

Lantmännen Real Estate's net sales for the first eight months were largely in line with the previous year. Operating income excluding property sales was higher than in the previous year at MSEK 120 (108). The higher income is partly attributable to an increase in the proportion of external leasing and partly to slightly improved heating operations compared with the previous year due to a more favorable climate and better fuel purchasing.

A number of property transactions were conducted during the second four-month period. A property was acquired in Avesta, the mill in Uppsala was acquired from Lantmännen's Grodden pension fund and a property in Enköping was sold to the pension fund. In connection with the divestment of Lantmännen Doggy, the industrial premises in Vårgårda, where Doggy's operations are conducted, were also sold.

A new, sustainable energy plant was opened at Lantmännen Maskin in Uppsala. The plant uses solar energy to supply the premises with electricity. The inauguration is another step in the efforts to switch Lantmännen's premises to more sustainable forms of energy.

Lantmännen Real Estate, excluding property sales





Viking Malt

International ownership

The Agriculture, Energy and Food Sectors are partners in a number of international companies. These companies' operations are primarily located in Germany, Poland and the Baltic countries. Lantmännen's share of earnings is reported in each Sector.

HaGe Kiel (40 %)

Hauptgenossenschaft Nord AG (HaGe Kiel) has an annual turnover of approximately EUR 2.7 billion and about 1,700 employees. Lantmännen's holding in HaGe Kiel is 40 percent. DLG (Dansk Landbrugs Grovvareselskab) owns 54 percent and the remaining shares are owned by different investors. Operations include grain trading and the sale of inputs in the agricultural market. Part of the Agriculture Sector.

Scandagra Group (50 %)

Scandagra Group operates in the three Baltic countries. The Group has a turnover of approximately EUR 240 million and just over 200 employees. The company is jointly owned (50-50) by Lantmännen and DLG. Its operations comprise the sale of inputs in the agricultural market and grain trading. Part of the Agriculture Sector.

Scandagra Polska (50 %)

Scandagra Polska is a merchant of grain and other inputs in the Polish agricultural market. The company has an annual turnover of approximately SEK 1.2 billion and about 120 employees. The company is jointly owned (50-50) by Lantmännen and DLG. Part of the Agriculture Sector.

Agroenergi Neova Pellets (50 %)

Agroenergi Neova Pellets manufactures and sells solid biofuels, such as wood pellets. The company has an annual turnover of approximately SEK 1 billion and about 130 employees. The company has a strong position in the Swedish market and in the Baltic region. Lantmännen and Neova each own 50 percent of the company. Part of the Energy Sector.

Viking Malt (38 %)

Viking Malt produces malt in Finland, Sweden and Lithuania. The company has an annual turnover of approximately EUR 140 million and about 140 employees. The company supplies about 330,000 tonnes of malt annually to breweries, distilleries and selected companies. Lantmännen owns 38 percent of the company, with the remainder being owned by the Finnish company Polttimo. Part of the Food Sector.

Condensed consolidated income statement

MSEK	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Sep 2014- Aug 2015	2014 Jan-Dec
Net sales	12,105	11,184	23,169	21,689	34,146	32,666
Other operating income	448	884	638	1,001	824	1,187
Changes in inventories of finished goods and work in progress	751	228	260	4	241	-15
Capitalized work for own account	0	0	0	1	1	2
Raw materials and consumables	-4,194	-4,432	-7,586	-8,174	-11,724	-12,312
Goods for resale	-4,226	-3,141	-7,670	-6,050	-10,514	-8,894
Employee benefits expense	-1,802	-1,589	-3,377	-3,164	-4,954	-4,741
Other operating expenses	-1,938	-1,730	-3,696	-3,506	-5,629	-5,439
Share of income of associates	21	35	49	50	101	102
Depreciation, amortization and impairment	-477	-332	-808	-674	-1,237	-1,103
Operating income	688	1,107	979	1,177	1,255	1,453
Finance income	46	49	78	106	90	118
Finance costs	-64	-76	-149	-165	-213	-229
Income after financial items	670	1,080	908	1,118	1,132	1,342
Tax	-108	-49	-127	-32	-212	-117
Net income for the period after tax	562	1,031	781	1,086	920	1,225
Net income for the period attributable to:						
Members of the economic association	562	1,023	779	1,077	919	1,217
Non-controlling interests	0	8	2	9	1	8

Condensed consolidated statement of comprehensive income

MSEK	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Sep 2014- Aug 2015	2014 Jan-Dec
Net income for the period after tax	562	1,031	781	1,086	920	1,225
Other comprehensive income						
<i>Items that will not be reclassified to the income statement</i>						
Actuarial gains and losses on defined benefit pension plans, net of tax	3	-73	-161	-137	-337	-313
Tax on actuarial gains and losses	-1	16	35	30	75	70
Total	2	-57	-126	-107	-262	-243
<i>Items that will be reclassified to the income statement</i>						
Available-for-sale financial assets, net of tax	-16	56	-6	44	-26	24
Cash flow hedges, net of tax	10	195	118	101	24	7
Exchange differences on translation of foreign operations	-1	84	-31	116	35	182
Share of other comprehensive income for joint ventures and associates	42	6	20	11	36	27
Net gain on hedge of net investment in foreign operations, net of tax	-30	-51	28	-86	-60	-174
Tax attributable to items that will be reclassified	6	-33	-31	-3	9	37
Total	11	257	98	183	18	103
Other comprehensive income for the period, net of tax	13	200	-28	76	-244	-140
Total comprehensive income for the period	575	1,231	753	1,162	676	1,085
Total comprehensive income for the period attributable to:						
Members of the economic association	575	1,223	751	1,153	675	1,077
Non-controlling interests	0	8	2	9	1	8

Condensed consolidated four-monthly income statements

MSEK	2015 May-Aug	2015 Jan-Apr	2014 Sep-Dec	2014 May-Aug	2014 Jan-Apr
Net sales	12,105	11,064	10,977	11,184	10,505
Other operating income	448	190	186	884	117
Changes in inventories of finished goods and work in progress	751	-491	-19	228	-224
Capitalized work for own account	0	0	1	0	1
Raw materials and consumables	-4,194	-3,392	-4,138	-4,432	-3,742
Goods for resale	-4,226	-3,444	-2,844	-3,141	-2,909
Employee benefits expense	-1,802	-1,575	-1,577	-1,589	-1,575
Other operating expenses	-1,938	-1,758	-1,933	-1,730	-1,776
Share of income of associates	21	28	52	35	15
Depreciation, amortization and impairment	-477	-331	-429	-332	-342
Operating income	688	291	276	1,107	70
Finance income	46	32	12	49	57
Finance costs	-64	-85	-64	-76	-89
Income after financial items	670	238	224	1,080	38
Tax	-108	-19	-85	-49	17
Net income for the period after tax	562	219	139	1,031	55
Net income for the period attributable to:					
Members of the economic association	562	217	140	1,023	54
Non-controlling interests	0	2	-1	8	1

The Group's items affecting comparability

MSEK	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	2014 Jan-Dec
Recognized operating income	688	1,107	979	1,177	1,453
<i>Items affecting comparability in operating income:</i>					
Capital gains on sale of operations	110	731	110	731	731
Restructuring costs, Agriculture Sector	-45	-50	-45	-50	-50
Restructuring costs, Food Sector	-	-	-	-	-79
Restructuring costs, other	-65	0	-65	-	-
<i>Total items affecting comparability in operating income</i>	0	681	0	681	602
Operating income, adjusted for items affecting comparability	688	426	979	496	851
Recognized income after financial items	670	1,080	908	1,118	1,342
Items affecting comparability in operating income according to above	0	681	0	681	602
<i>Items affecting comparability in financial items:</i>	-	-	-	-	-
<i>Total items affecting comparability in net financial income</i>	-	-	-	-	-
Income after financial items adjusted for items affecting comparability	670	399	908	437	740
Return on equity, adjusted for items affecting comparability, %	13.2	8.8	9.4	5.3	5.1
Return on operating capital, adjusted for items affecting comparability, %	11.0	7.9	8.6	4.7	5.3

Condensed consolidated statement of financial position

MSEK	2015 Aug 31	2014 Aug 31	2014 Dec 31
ASSETS			
Property, plant and equipment	7,046	6,895	6,612
Investment properties	579	348	566
Goodwill	6,824	2,772	2,915
Other intangible assets	735	777	752
Investments in associates	1,642	1,428	1,512
Non-current financial assets	726	926	918
Deferred tax assets	365	228	322
Other non-current assets	9	41	10
Total non-current assets	17,926	13,415	13,607
Inventories	5,972	6,216	5,379
Trade and other receivables	6,066	5,461	4,723
Current interest-bearing assets	92	793	345
Current tax assets	47	56	19
Cash and cash equivalents	2,018	2,282	3,058
Total current assets	14,195	14,808	13,524
TOTAL ASSETS	32,121	28,223	27,131
EQUITY AND LIABILITIES			
Equity attributable to members of the economic association	12,449	12,066	11,859
Non-controlling interests	23	29	17
Total equity	12,472	12,095	11,876
Non-current interest-bearing liabilities ¹⁾	4,902	2,093	2,600
Provisions for pensions	647	311	517
Deferred tax liabilities	188	158	200
Other non-current provisions	252	287	227
Other non-current liabilities	62	46	54
Total non-current liabilities	6,051	2,895	3,598
Current interest-bearing liabilities	4,747	5,430	4,601
Trade and other payables	8,320	7,572	6,573
Current tax liabilities	155	54	59
Current provisions	376	177	424
Total current liabilities	13,598	13,233	11,657
TOTAL EQUITY AND LIABILITIES	32,121	28,223	27,131
Equity ratio	38.8	42.9	43.8
¹⁾ Including subordinated debentures, MSEK	250	56	0

Condensed consolidated statement of cash flows

MSEK	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	2014 Jan-Dec
Income after financial items	670	1,080	908	1,118	1,342
Adjustment for non-cash items ¹⁾	365	-544	652	-152	97
Taxes paid	-20	-12	-65	-44	-77
Cash flow from operating activities before change in working capital	1,015	524	1,495	922	1,362
Change in working capital	-209	-696	-52	-87	405
Cash flow from operating activities	806	-172	1,443	835	1,767
Acquisitions and divestments	-4058	960	-4,084	967	1,065
Investments in non-current assets	-539	-385	-844	-707	-1,087
Sale of non-current assets	336	124	382	168	390
Change in financial investments	121	-450	153	-405	-58
Cash flow from investing activities	-4,140	249	-4,393	23	310
Cash flow before financing activities	-3,334	77	-2,950	858	2,077
Change in contributed capital	16	69	17	72	75
Dividend paid	-310	-302	-310	-305	-305
Change in loans	2,367	-221	2,198	-642	-1,069
Cash flow from financing activities	2,073	-454	1,905	-875	-1,299
Cash flow for the period	-1,261	-377	-1,045	-17	778
Cash and cash equivalents at beginning of period	3,304	2,652	3,058	2,295	2,295
Exchange differences	-25	7	5	4	-15
Cash and cash equivalents at the end of the period	2,018	2,282	2,018	2,282	3,058
¹⁾ Depreciation and impairment of non-current assets	477	332	808	674	1,103
Less share of income in associates	-6	-21	-32	-36	-86
Capital gains on sale of non-current assets and operations	-120	-722	-203	-723	-801
Other non-cash items	14	-133	79	-67	-119
Total adjustment for non-cash items	365	-544	652	-152	97

Condensed consolidated statement of changes in equity

MSEK	2015 Jan-Aug			2014 Jan-Aug			2014 Jan-Dec		
	Association members	Non- controlling interests	Total equity	Association members	Non- controlling interests	Total equity	Association members	Non- controlling interests	Total equity
Opening balance, January 1	11,859	17	11,876	11,016	28	11,044	11,016	28	11,044
Total comprehensive income for the period	751	2	753	1,153	9	1,162	1,077	8	1,085
Distribution to owners	-178	-1	-179	-174	-3	-177	-308	-3	-311
Contributed capital paid in by members	122		122	135		135	138		138
Contributed capital paid out to members	-105		-105	-64		-64	-64		-64
Other changes relating to non-controlling interests		5	5		-5	-5		-16	-16
Closing balance	12,449	23	12,472	12,066	29	12,095	11,859	17	11,876
Equity attributable to members of the economic association									
Contributed capital, paid in	985			928			931		
Contributed capital, issued	1,160			1,046			1,046		
Other equity	10,304			10,092			9,882		
Total equity attributable to members of the economic association	12,449			12,066			11,859		

Segment information, adjusted for items affecting comparability

(Comparative figures for 2014 for the Energy Sector and Lantmännen Real Estate have been adjusted to reflect the inclusion of heating operations in Lantmännen Real Estate from 2015.)

Net sales per segment

MSEK	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Change %	Sep 2014- Aug 2015	2014 Jan-Dec
Agriculture Sector	3,096	3,371	6,982	6,994	0 %	10,325	10,337
Machinery Sector	3,737	3,366	6,848	6,052	13 %	10,280	9,484
Energy Sector	1,073	1,083	1,911	2,233	-14 %	2,663	2,985
Food Sector	4,661	3,771	8,351	7,285	15 %	12,246	11,180
Lantmännen Real Estate	142	152	299	302	-1 %	467	470
Other operations	148	171	292	335	-13 %	465	508
Eliminations	-752	-730	-1,514	-1,512	0 %	-2,300	-2,298
Lantmännen total	12,105	11,184	23,169	21,689	7 %	34,146	32,666

Operating income per segment, adjusted for items affecting comparability

MSEK	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Sep 2014- Aug 2015	2014 Jan-Dec
Agriculture Sector	103	42	126	-11	193	56
Machinery Sector	118	85	122	88	215	181
Energy Sector	77	36	139	23	177	61
Food Sector	377	218	514	364	671	521
Lantmännen Real Estate ¹⁾	100	53	245	108	360	223
Other operations	-59	-50	-127	-116	-231	-220
Group items	-28	42	-40	40	-51	29
Lantmännen total	688	426	979	496	1,334	851
¹⁾ Including capital gain on sale of property	42	0	125	1	179	55

Operating margin per segment, adjusted for items affecting comparability

%	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Sep 2014- Aug 2015	2014 Jan-Dec
Agriculture Sector	3.3	1.2	1.8	-0.2	1.9	0.5
Machinery Sector	3.2	2.5	1.8	1.5	2.1	1.9
Energy Sector	7.2	3.3	7.3	1.0	6.6	2.0
Food Sector	8.1	5.8	6.2	5.0	5.5	4.7
Lantmännen total	5.7	3.8	4.2	2.3	3.9	2.6

Return on operating capital adjusted for items affecting comparability

%	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Sep 2014- Aug 2015	2014 Jan-Dec
Agriculture Sector	8.0	3.5	4.8	-0.4	4.7	1.4
Machinery Sector	18.9	11.2	9.7	6.2	11.1	8.6
Energy Sector	20.0	8.8	18.1	2.9	15.6	5.2
Food Sector	10.2	8.3	8.2	7.0	7.6	6.7
Lantmännen Real Estate ¹⁾	10.9	11.3	11.6	11.4	11.8	11.7
Lantmännen total	11.0	7.9	8.6	4.7	7.9	5.3

¹⁾ Adjusted for gain on sale of property.

Segment information

(Comparative figures for 2014 for the Energy Sector and Lantmännen Real Estate have been adjusted to reflect the inclusion of heating operations in Lantmännen Real Estate from 2015.)

Net sales per segment

MSEK	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Change %	Sep 2014- Aug 2015	2014 Jan-Dec
Agriculture Sector	3,096	3,371	6,982	6,994	0 %	10,325	10,337
Machinery Sector	3,737	3,366	6,848	6,052	13 %	10,280	9,484
Energy Sector	1,073	1,083	1,911	2,233	-14 %	2,663	2,985
Food Sector	4,661	3,771	8,351	7,285	15 %	12,246	11,180
Lantmännen Real Estate	142	152	299	302	-1 %	467	470
Other operations	148	171	292	335	-13 %	465	508
Eliminations	-752	-730	-1,514	-1,512	0 %	-2,300	-2,298
Lantmännen total	12,105	11,184	23,169	21,689	7 %	34,146	32,666

Operating income per segment

MSEK	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Sep 2014- Aug 2015	2014 Jan-Dec
Agriculture Sector	58	-8	81	-61	148	6
Machinery Sector	118	85	122	88	215	181
Energy Sector	77	36	139	23	177	61
Food Sector	377	218	514	364	592	442
Lantmännen Real Estate ¹⁾	100	53	245	108	360	223
Other operations	-59	-50	-127	-116	-231	-220
Group items	17	773	5	771	-6	760
Lantmännen total	688	1,107	979	1,177	1,255	1,453
¹⁾ Including capital gain on sale of property	42	0	125	1	179	55

Operating margin per segment

%	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Sep 2014- Aug 2015	2014 Jan-Dec
Agriculture Sector	1.9	-0.2	1.2	-0.9	1.4	0.1
Machinery Sector	3.2	2.5	1.8	1.5	2.1	1.9
Energy Sector	7.2	3.3	7.3	1.0	6.6	2.0
Food Sector	8.1	5.8	6.2	5.0	4.8	4.0
Lantmännen total	5.7	9.9	4.2	5.4	3.7	4.4

Return on operating capital

%	2015 May-Aug	2014 May-Aug	2015 Jan-Aug	2014 Jan-Aug	Sep 2014- Aug 2015	2014 Jan-Dec
Agriculture Sector	4.5	-0.6	3.0	-2.4	3.6	0.1
Machinery Sector	18.9	11.2	9.7	6.2	11.1	8.6
Energy Sector	20.0	8.8	18.1	2.9	15.6	5.2
Food Sector	10.2	8.3	8.2	7.0	6.7	5.7
Lantmännen Real Estate ¹⁾	10.9	11.3	11.6	11.4	11.8	11.7
Lantmännen total	11.0	20.6	8.6	11.2	7.5	9.1

¹⁾ Adjusted for gain on sale of property.

Parent Company

The activities of the Parent Company Lantmännen ek för consist of Lantmännen's core operations in the Agriculture Sector, Lantmännen's lubricating oil operations and the corporate functions.

The Parent Company's net sales amounted to MSEK 7,218 (7,098), while operating income was MSEK –104 (–184). The improvement in operating income compared with the previous year is in principle wholly attributable to operations in the Agriculture Sector.

Income from financial items was MSEK 661 (–39). Dividends received totaled MSEK 717 (20), MSEK 695 (3)

of which was from subsidiaries, while realized gains/losses on divested operations amounted to MSEK –46 (11). In addition, foreign exchange gains improved. Net interest income declined as external lending was reduced.

Income after financial items was MSEK 557 (–223).

Net investments in non-current assets for the year amounted to MSEK 81 (119).

The equity ratio was 40.6 percent (43.5 at year-end).

The average number of employees in the Parent Company was 1,035 (1,185).

Parent Company condensed income statement

MSEK	2015 Jan-Aug	2014 Jan-Aug
Net sales, external	5,938	5,896
Net sales, intra-Group	1,280	1,202
Net sales, total	7,218	7,098
Change in products in progress, finished goods and work in progress for third parties	137	363
Capitalized work for own account	0	1
Other operating income	121	132
	7,476	7,594
Operating expenses		
Raw materials and consumables	–4,663	–4,676
Goods for resale	–1,304	–1,336
Other external costs	–937	–1,007
Employee benefits expense	–579	–662
Depreciation, amortization and impairment	–97	–97
Total operating expenses	–7,580	–7,778
Operating income	–104	–184
Income from financial items	661	–39
Income after financial items	557	–223
Tax	31	64
Net income for the period	588	–159

Parent Company condensed consolidated income statement

MSEK	2015 Aug 31	2014 Aug 31
ASSETS		
Intangible assets	183	211
Property, plant and equipment	879	903
Investments in Group companies	7,516	6,827
Investments in associates	1,153	1,075
Non-current receivables from Group companies	699	1,180
Other securities held as non-current assets	108	427
Other non-current receivables	331	190
Total non-current assets	10,869	10,813
Inventories	2,594	2,852
Current receivables from Group companies	11,508	6,832
Other current receivables	2,516	3,271
Short-term investments, incl. cash and bank balances	854	1,848
Total current assets	17,472	14,803
TOTAL ASSETS	28,341	25,616
EQUITY AND LIABILITIES		
Equity	11,275	10,595
Untaxed reserves	311	311
Provisions	159	230
Non-current liabilities	4,434	1,889
Current liabilities to Group companies	5,065	5,222
Other current liabilities	7,097	7,369
TOTAL EQUITY AND LIABILITIES	28,341	25,616
Equity ratio, %	40.6	42.3

Notes

Accounting policies

Lantmännen applies International Financial Reporting Standards (IFRS), as adopted by the EU. This interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and the Swedish Annual Accounts Act. The interim report for the Parent Company has been prepared in accordance with RFR 2 (Swedish Financial Reporting Board) and the Swedish Annual Accounts Act.

The accounting policies applied for the interim report correspond with those applied in preparing the 2014 Annual Report. No new or amended standards effective from 2015 have had a significant effect on Lantmännen's financial reporting.

Financial assets and liabilities measured at fair value, August 31, 2015

MSEK	Total carrying amount	Fair value
Assets		
Other shares and interests	538	538
Financial investments	188	188
Trade and other receivables	5,494	5,494
Interest-bearing receivables	92	92
Cash and bank balances	2,018	2,018
Total financial assets	8,330	8,330
Liabilities		
Non-current interest-bearing liabilities	4,902	4,920
Other non-current liabilities	62	62
Current interest-bearing liabilities	4,747	4,747
Trade and other payables	5,812	5,812
Total financial liabilities	15,523	15,541

Financial assets and liabilities measured at fair value, August 31, 2014

MSEK	Total carrying amount	Fair value
Assets		
Other shares and interests	724	724
Financial investments	121	121
Trade and other receivables	4,610	4,610
Interest-bearing receivables	827	827
Cash and bank balances	2,282	2,282
Total financial assets	8,564	8,564
Liabilities		
Non-current interest-bearing liabilities	2,094	2,100
Other non-current liabilities	1	1
Current interest-bearing liabilities	5,396	5,396
Trade and other payables	4,784	4,784
Total financial liabilities	12,275	12,281

Financial assets and liabilities measured at fair value, by measurement level, August 31, 2015

MSEK	Level 1	Level 2	Level 3	Total
Assets				
Derivatives with positive fair value	131	43	-	174
Other financial assets measured at fair value	413	43	125	581
Total assets	544	86	125	755
Liabilities				
Derivatives with negative fair value	47	91	-	138
Other financial liabilities measured at fair value	-	-	-	-
Total liabilities	47	91	-	138

Financial assets and liabilities measured at fair value, by measurement level, August 31, 2014

MSEK	Level 1	Level 2	Level 3	Total
Assets				
Derivatives with positive fair value	135	16	-	151
Other financial assets measured at fair value	539	-	277	816
Total assets	674	16	277	967
Liabilities				
Derivatives with negative fair value	22	75	-	97
Other financial liabilities measured at fair value	-	-	-	-
Total liabilities	22	75	-	97

Fair value hierarchy with information on inputs used to measure fair value

- Level 1: Quoted prices (unadjusted) in active markets for identical assets and liabilities.
- Level 2: Inputs other than the quoted prices included in level 1 that are observable for the asset or liability, i.e. quoted prices or data derived therefrom.
- Level 3: Unobservable inputs for measurement of the asset or liability.

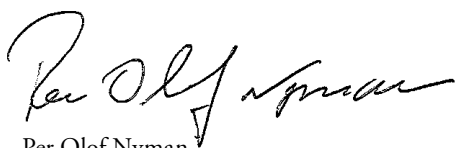
There has not been any movement between levels.

Acquisition of Vaasan

A major acquisition was conducted during the period, namely the Vaasan group with its parent company Pane Lux 1 Sarl. The acquisition is part of Lantmännen's strategy to strengthen the position in the northern European markets within Lantmännen Unibake's international operations. Vaasan engages in bakery operations in the areas of bake-off, crispbread and fresh bread. Vaasan is part of the Food Sector. Lantmännen and Vaasan's operations complement each other

well and Lantmännen sees great potential for using the acquisition to create an even more competitive food company with opportunities for increased market positions, particularly in the Baltic Sea region. As a preliminary assessment, the net assets acquired consist of intangible assets of MSEK 3,784, cash and cash equivalents of MSEK 247 and other net assets of MSEK 368. The process of determining the allocation of surplus values for specific asset classes is in progress.

On assignment for the Board of Directors
Stockholm, September 30, 2015



Per Olof Nyman
President & CEO
Lantmännen

Review report

Lantmännen economic association

To the Board and the CEO

Introduction

We have reviewed the condensed interim report for Lantmännen economic association as at August 31, 2015 and for the eight-month period then ended. The Board of Directors and the CEO are responsible for the preparation and presentation of this interim report in accordance with IAS 34 and the Swedish Annual Accounts Act. Our responsibility is to express an opinion on this interim report in a conclusion, based on our review.

Scope of the review

We conducted our review in accordance with the International Standard on Review Engagements ISRE 2410 *Review of Interim Financial Information Performed by the Independent Auditor of the Entity*. A review consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and other generally accepted auditing standards in Sweden. The procedures performed in a review do not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, a conclusion based on a review does not have the same assurance as a conclusion based on an audit.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the interim report has not been prepared, in all material respects, in accordance with IAS 34 and the Swedish Annual Accounts Act regarding the Group, and in accordance with the Swedish Annual Accounts Act regarding the Parent association.

Stockholm, September 30, 2015

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Together we take responsibility from field to fork



Lantmännen

