

**Lantmännen's Interim Report
January-April**

2015



**We make
farming thrive**



Lantmännen

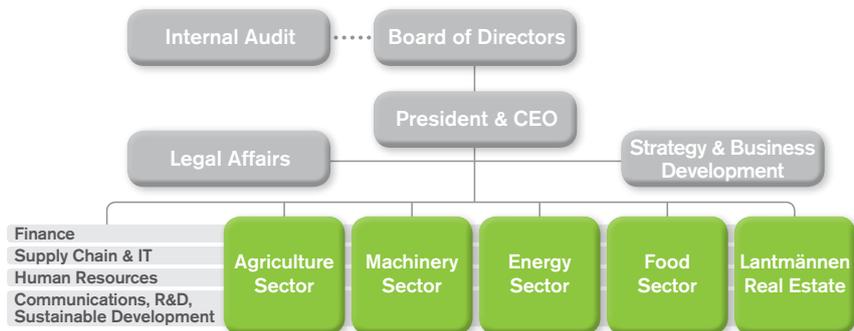


Lantmännen is an agricultural cooperative and Northern Europe's leader in agriculture, machinery, bioenergy and food products. Owned by 29,000 Swedish farmers, we have 10,500 employees, operations in over 20 countries and revenues of SEK 37 billion. With grain as our basis, we process arable land resources 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

Interim 2nd four months • Oct 1, 2015 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

Lantmännen's income after net financial items for the first four-month period is MSEK 238, compared with MSEK 38 for the previous year. The higher income is primarily due to improvements in the Agriculture and Energy Sector. All Sectors are developing according to plan.



The Agriculture Sector's performance is significantly better than the previous year, and continues the trend from the end of last year. The effects of the improvements and efficiency measures implemented in 2014 can be clearly seen – partly in the higher income figure, but also in the form of a more customer and service-oriented organization. However, there is still intense competition in the agricultural market and efforts to achieve cost leadership are continuing as planned.

The Machinery Sector's operating income is largely in line with the previous year. The tractor market in Sweden, Norway and Denmark has continued to decline, even if a slight upward movement was noted in April. The construction machinery market in Sweden has stabilized a little, although several infrastructure projects continue to be delayed and the recovery in the mining sector is a long time coming. Swecon has strengthened its market share in Sweden during the four-month period.

The Energy Sector has shown a significantly improved operating income compared with the previous year, mainly attributable to Lantmännen Agroetanol. The improvement program implemented in 2014 has had the desired effect, although the largest improvement in earnings has come from increased sales in Germany, where new tax rules for fuels have brought increased demand for Lantmännen's climate-friendly ethanol, and from higher market prices for ethanol.

The Food Sector's operating income is in line with previous year. Lantmännen Cerealia has completed its review of the structure in Mälardalen and has decided to discontinue the Uppsala milling operations and invest in centralizing these operations in Strängnäs. Lantmännen Unibake has increased its sales in most markets, and has shown a further improvement in earnings. There is good potential for continuing growth, particularly in view of the acquisition of the VAASAN bakery group in Finland.

Lantmännen Real Estate has conducted a number of property transactions during the period, including the divestment of Lantmännen's holding in the property company Lantholmen and the sale of an industrial property in Vallåsa. Two large leasing transactions have also been conducted in Örebro and Kristianstad.

Continuing to invest in the future

In January, it was announced that the boards of Lantmännen and Kalmar Lantmän intended to merge the two associations. Kalmar Lantmän's AGM rejected the proposal, which means

that the merger will not come about. Instead, Lantmännen will focus on developing and strengthening the existing cooperation with Kalmar Lantmän, and continuing the dialogue on how farming in the region can be developed and strengthened.

In April, all of the competition authorities had approved Lantmännen's acquisition of the VAASAN bakery group, which was announced in January. The formal acquisition was on June 1, and enables Lantmännen to expand its product portfolio with the addition of a number of strong brands and to strengthen its presence in several markets in the Baltic Sea region – notably in Finland, Sweden and the Baltic countries.

Several initiatives aimed at increasing value creation in the grain value chain are continuing as planned. One example is the focus on grain concepts for both organic and conventional farming, which link farmers and consumers more closely. Use of sustainable cultivation methods strengthens the competitiveness of Swedish farming, reduces environment impacts and offers new choices for consumers. Another example is the focus on oats. In May, Lantmännen acquired a majority shareholding in CropTailor AB, a Swedish biotech company that has developed technology for fast, high-precision breeding of oats.

It is pleasing to be able to report that Lantmännen has met its overall climate targets, six years earlier than expected. Lantmännen's total carbon dioxide emissions have been reduced by more than 40 percent since 2009, with key factors being the transition from fossil fuels to biofuels and the creation of energy-efficient facilities. Sustainability efforts continue, with transport as one of the priority areas for the future within Lantmännen.

I would like to finish by thanking everyone who participated in this year's annual general meeting, which as usual was held in a positive spirit and with productive discussions. Particularly pleasing this year was the meeting's adoption of a historically high dividend to Lantmännen's owners, which will benefit Swedish farming.

In conclusion, I can affirm that 2015 has started very positively for Lantmännen – our businesses are developing well, and we have taken several steps to improve our existing operations and create growth in new areas. I therefore look forward to the rest of the year with great confidence!

Per Olof Nyman
President & CEO, Lantmännen

The period in brief

January-April 2015



Net sales amounted to MSEK 11,064 (10,505), an increase of 5 percent.

Operating income increased by MSEK 221 to MSEK 291 (70). The increase was primarily attributable to the Agriculture and Energy Sectors.

Income after financial items was MSEK 238 (38).

Cash flow before financing activities was MSEK 384 (781).

Investments totaled MSEK 305 (322).

Lantmännen's AGM in May adopted a contribution dividend and contribution issue which with the final price adjustment and refund represents a historically high dividend of MSEK 463 to members.

Lantmännen has acquired the Finnish bakery group VAASAN after approval by the relevant competition authorities. The transaction was completed on June 1.

Investments in the mill in Strängnäs have been adopted. In parallel, a review of the investment in the grain-receiving facility in Uppsala is being conducted.

Lantmännen's key figures	2015 Jan-Apr	2014 Jan-Apr	2014 Jan-Dec
Net sales, MSEK	11,064	10,505	32,666
Operating income, MSEK	291	70	1,453
Operating margin, %	2.6	0.7	4.4
Income after financial items, MSEK	238	38	1,342
Net income for the period, MSEK	219	55	1,225
Cash flow before financing activities, MSEK	384	781	2,077
Return on equity, %	5.5	1.5	10.6
Return on operating capital, %	5.7	1.4	9.1
Total assets, MSEK	28,224	26,657	27,131
Equity ratio, %	42.7	41.2	43.8
Investments, MSEK	305	322	1,087
Net debt, MSEK	3,509	4,507	3,674
Interest coverage ratio, times	3.8	1.4	6.9
Average number of employees	8,056	8,398	8,311
Operating income, excluding items affecting comparability, MSEK	291	70	851
Income after financial items, excluding items affecting comparability, MSEK	238	38	740

Business environment, sales and earnings

Market and business environment

Global economic growth has gained some momentum during the first four-month period. The United States has been the main driver of this trend, while important markets such as China, Japan and Russia have shown a slowdown. Europe's recovery is progressing relatively slowly. Low fuel prices and a weak euro are helping, but the difficulties in, for example, Greece are seen to be inhibiting growth.

The world's central banks are responding to the situation in very different ways – while the European and Japanese central banks are stepping up their monetary stimulus, the US central bank is waiting for the right time to start raising interest rates. The Swedish central bank has been the subject of criticism for its inflation forecasts, which several analysts believe have left interest rates too high for too long. The effects of this can now be seen in the form of negative key interest rates and measures to weaken the Swedish krona.

The statistics for Swedish growth remain positive. GDP grew by 2.1 percent in 2014, while the forecast for 2015 indicates growth of 2.5 percent. Domestic demand continues to be a driving force, although demand from the euro area is expected to rise a little from the current low level.

So far, the prospects for this year's harvest appear good, thanks to extensive fall sowing and generally good overwintering of crops. Many farmers have already sold some of their anticipated harvest, notably malting barley and wheat.

The situation remains difficult for many Swedish milk producers. According to LRF's latest dairy market report, growth in global milk production has declined, bringing a better balance between supply and demand. EU milk quotas were lifted on April 1, which means that more milk can be produced than previously.

A government commission on the competitiveness of Swedish agriculture has recommended that the government submit a proposal for a 2030 vision aimed at achieving attractive, innovative and sustainable agriculture and horticulture. The vision will be part of an overall Swedish food strategy to strengthen the productivity and competitiveness of Swedish agriculture and increase food exports.

The tractor market in Sweden, Norway and Denmark has fallen slightly during the first four-month period. The shrinking market has led to structural changes in the sector, mainly driven by machinery manufacturers seeking exclusivity in the retail channels.

The machinery equipment markets in Asia and South America have declined during the early part of the year, which means that the relatively stable European market is once again a priority for most players.

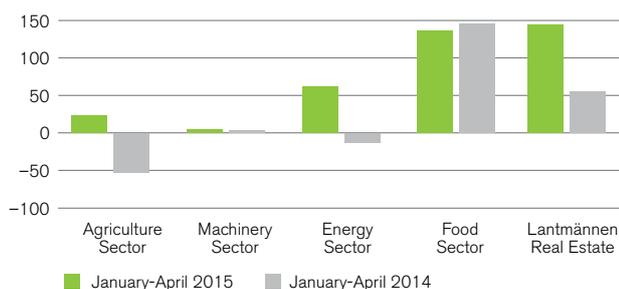
New biofuel policy instruments were introduced in Germany on January 1, 2015. The new instruments reward environmental performance rather than volume, and have, for example, resulted in increased demand for ethanol and its high greenhouse gas benefits.

According to HUI Research, Sweden's growth in fast-moving consumer goods (FMCG) continues to be moderate and was 2.2 percent in 2014. Household consumption is favored by low interest rates, low inflation and increased wealth, and growth is expected to increase by 2.5 percent in 2015. FMCG growth in 2014 was 0.5 percent in Denmark, 4 percent in Norway and 0.2 percent in Finland.

Increased interest in quality and premium products in the overall FMCG sector has been noted. However, according to HUI Research's latest economic report, the restaurant and food sectors are not following the general inflation rate,

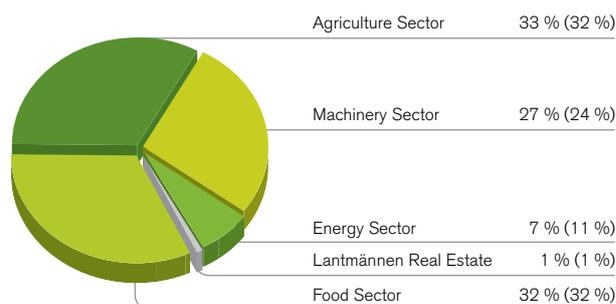
Operating income per Sector

Adjusted for items affecting comparability, MSEK



Distribution of Group's sales

Including intra-Group sales





with prices in both of these areas increasing faster than the average.

Food consumers are increasingly demanding products with a high food safety level and good processes for origin labeling and controls. Swedish raw materials, organic and locally produced, are some of the categories that have received a boost. Analysts also consider the high Swedish quality requirements to be a strength for exports.

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

Net sales

Lantmännen's net sales for the first four months amounted to MSEK 11,064 (10,505), an increase of 5 percent. Currency effects had a positive impact of 3 percent on net sales. The increase was primarily attributable to the Machinery and Agriculture Sectors.

Operating income

Operating income for the period was MSEK 291 (70). The figure includes capital gains of MSEK 83 (1) on the sale of properties.

The Agriculture and Energy Sectors showed the largest increase in operating income compared with the previous year.

Net financial income and income after financial items

Net financial income amounted to MSEK -53 (-32). Exchanges gains/losses declined by MSEK -13, with the Ukrainian currency being responsible for the majority of the decline. Net interest income fell by SEK -8 million in total as a result of lower interest income from both interest-bearing securities and lending. The decline in income from lending was due to the fact that the Scandi Standard receivable was settled at the time of the company's IPO in 2014. However, low interest

rates have resulted in a reduction in interest charges on Lantmännen's external borrowing.

Income after financial items was MSEK 238 (38).

Tax and income after tax

Tax for the period was MSEK -19 (17). Tax is calculated using the estimated tax rate for the full year.

Income after tax amounted to MSEK 219 (55), with MSEK 217 (54) of this figure attributable to members of the economic association and MSEK 2 (1) to non-controlling interests (minority ownership) in the Group's subsidiaries.

Cash flow

Cash flow from operating activities was MSEK 637 (1,007). The operating surplus contributed MSEK 480 (398) to the figure, while cash flow from working capital contributed MSEK 157 (609). The increase in net sales at the end of the period resulted in a higher figure for trade receivables which has had negative impact on cash flow from working capital.

Investments in non-current assets were MSEK -305 (-322), while sales of non-current assets amounted to MSEK 46 (44), which meant that net investments for the period were MSEK -259 (-278). Cash flow before financing activities was MSEK 384 (781), while total cash flow including financing activities was MSEK 216 (360).

Financial position

Equity at April 30 was MSEK 12,054 (11,876 at year-end). MSEK 19 (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 fallen by MSEK 165 since year-end, and ended the period at MSEK 3,509 (3,674 at year-end).

The Group's liquidity is good. Cash & cash equivalents at April 30 were MSEK 3,304 (3,058 at year-end).

Total assets amounted to MSEK 28,224 (27,131 at year-end), with the increase being due to higher activity in operations. The equity ratio was 42.7 percent (43.8 at year-end).

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

In March, Lantmännen divested the property company Havsvassen, with an industrial property in Valla, and its 50-percent holding in the property company Lantholmen.

Human resources

The average number of employees was 8,056 (8,398) and the number of full-time employees at April 30, 2015 was 8,025 (8,317).

The decrease is attributable to efficiency measures in the Agriculture Sector and corporate functions, and to divested operations.

Other important events

In January, it was announced that the boards of Lantmännen and Kalmar Lantmän intended to merge the two associations. The proposal was rejected at Kalmar Lantmän's extraordinary general meeting in April, and the planned merger was therefore called off. The existing cooperation on sourcing, production and development of feed, and on the sale of Lantmännen's range of machines will instead be strengthened and expanded.

Lantmännen has decided to move the Uppsala milling operations to the mill in Strängnäs. In parallel, a review of the investment in the grain receiving facility in Uppsala is being conducted.

An issue of subordinated debentures was conducted in January 2015, aimed at broadening the capital base while strengthening the ownership role of members and employees' participation in Lantmännen's earnings growth. The issue was slightly oversubscribed and the total value of subordinated debentures issued was MSEK 250.

The 2015 Signum Prize is one of the many awards Lantmännen has received. The prize, awarded at the Trademark Day in Stockholm, goes to the Nordic company that has

shown the best brand management and care. Lantmännen has once again achieved a top position in the Sustainable Brand Index survey. In this year's survey, covering 9,500 consumers and over 250 brands, Lantmännen took third place overall and came second in the food category.

Lantmännen Agroetanol and AGA have been awarded this year's energy prize. The prize is awarded to a company that actively pursues its energy issues based on its commitment to sustainable solutions.

Events after the end of the reporting period

On June 1 Lantmännen acquired the Finnish bakery group VAASAN. The acquisition was announced at the beginning of the year and the 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. 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 just over 2,700 employees in Finland, Estonia, Latvia, Lithuania, Sweden and Norway.

As part of its increased focus on oats, Lantmännen acquired a majority shareholding in CropTailor in May. CropTailor is a Swedish biotech company that has developed technology for fast, high-precision breeding of oats.

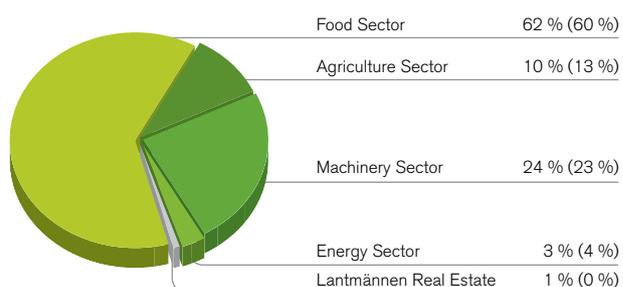
Lantmännen's Annual General Meeting

At Lantmännen's AGM in May, Gunilla Aschan and Johan Mattsson were elected as new Board members after Lena Philipson and Nils Lundberg 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 represents a historically high dividend of MSEK 463 to members.

The meeting was marked by opportunities and a forward-looking vision aimed at developing Lantmännen into an even more customer-oriented company that contributes to the development of Swedish farming.

Distribution of Group's employees





Agriculture Sector

	2015 Jan-Apr	2014 Jan-Apr	Change Jan-Apr
<i>Agriculture Sector</i>			
Net sales, MSEK	3,886	3,623	7 %
Operating income, MSEK	23	-53	76
Operating margin, %	0.6	-1.5	
Return on operating capital, %	1.7	-4.0	
Average number of employees	779	1,014	-23 %
<i>Lantmännen Lantbruk Sweden</i>			
Net sales, MSEK	3,851	3,529	9 %
Operating income, MSEK	19	-17	36
Operating margin, %	0.5	-0.5	
Return on operating capital, %	1.9	-1.8	
Average number of employees	751	875	-14 %

The Agriculture Sector's net sales for the first period were slightly higher than the previous year, while its operating income amounted to MSEK 23 – a strong improvement from MSEK -53 for the same period the previous year.

The improvement was largely due to the efficiency measures and structural improvements that began in 2014. The new, more business-oriented organization has led to a strengthening of Lantmännen's position in the agricultural market and has also reduced operating expenses. However, competition in the agricultural market continues to intensify, and continuous cost reductions are a prerequisite for maintaining and strengthening the market position.

The Sector's grain operations have shown positive growth during the first four-month period, as has the seed & forages business, with both areas showing higher volumes than in the previous year. Development in the feed segment is under more pressure as a result of a declining total market for feed and increasingly fierce price competition. Merchandise is in line with the previous year.

The Sector's own international operations developed positively. The international holdings also developed according to plan – a capital contribution was made to the Baltic company

Scandagra during the period with the aim of creating scope for further growth.

In addition to implementing Lantmännen's long-term strategy – Strategy 2020 – into all businesses, there is also a strong focus on contributing to value creation for Swedish farming. An important aspect of this involves developing methods for utilizing available technology and information, which in turn facilitate and improve the efficiency of work on the individual farm.

Agriculture Sector, adjusted for items affecting comparability





Machinery Sector

	2015 Jan-Apr	2014 Jan-Apr	Change Jan-Apr
<i>Machinery Sector</i>			
Net sales, MSEK	3,111	2,686	16 %
Operating income, MSEK	4	3	1
Operating margin, %	0.1	0.1	
Return on operating capital, %	0.7	0.5	
Average number of employees	1,847	1,829	1 %
<i>Lantmännen Maskin Sweden</i>			
Net sales, MSEK	963	929	4 %
Operating income, MSEK	-28	-30	2
Operating margin, %	-2.9	-3.2	
Return on operating capital, %	-9.4	-11.3	
Average number of employees	737	716	3 %

The Machinery Sector's net sales for the first period were higher than the previous year, while its operating income amounted to MSEK 4 – in line with MSEK 3 for the same period the previous year.

The total tractor market in Sweden for the year to date is lower than the previous year, continuing the downward trend from the end of 2014. However, the number of tractor registrations increased for the first time in six months in April. The total tractor market in Norway and Denmark is also lower than the previous year. Lantmännen's sales developed better than the market average – this was partly due to Valtra continuing to have a good market share and being the market leader in Sweden.

Lantmännen Maskin has opened a new online spare parts store, which has been well received. One of the purposes of the new website is to simplify the management and purchasing of parts, and the new store now also offers parts for competitor brands.

Swecon is showing stable growth in both Sweden and Germany, and has increased its market share in Sweden in the face of a continuing cautious market. Activity in the mining sector continues to be low, and several large infrastructure projects have been delayed.

During the period, the authorities granted Swecon environmental permits to dismantle used machines for the purpose of utilizing and selling used parts. Reusing used but adequate spare parts is positive from a sustainability perspective, and also has the potential to reduce spare parts costs for owners of older machine models, which in turn extends the life of the machines.

The shrinking total market for both farm and construction machinery is giving rise to a relatively turbulent market situation – machine manufacturers are pushing for structural change and seeking greater exclusivity in retail channels, which is putting further pressure on existing players.

Machinery Sector





Energy Sector

Energy Sector¹

	2015 Jan-Apr	2014 Jan-Apr	Change Jan-Apr
Net sales, MSEK	838	1,150	-27 %
Operating income, MSEK	62	-13	75
Operating margin, %	7.4	-1.1	
Return on operating capital, %	16.2	-3.3	
Average number of employees	224	328	-32 %

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 period were lower than the previous year, mainly due to sales for the partly owned company Agroenergi Neova Pellets not being consolidated in the Sector. After adjustment for these sales, the Machinery Sector's net sales were largely in line with the previous year. Operating income for the period amounted to MSEK 62, a strong improvement from MSEK -13 for the same period the previous year.

The improvement is largely attributable to a strong improvement in operating income for Lantmännen Agroetanol, as a result of intensive efforts to reduce costs, use alternative raw materials and exploit other parties' by-products, increased exports to Germany and a higher market price for ethanol. The new German biofuel policy instruments, which reward greenhouse gas performance rather than volume, have brought increased demand for Agroetanol's sustainable ethanol. Sales of the product Agro Cleanpower 95, an ethanol fuel for buses and trucks with ethanol-adapted diesel engines, also increased during the period.

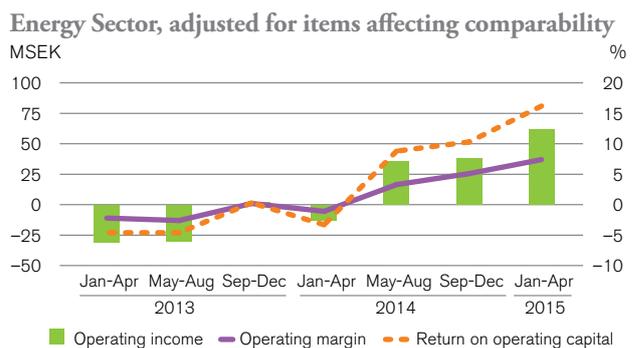
Lantmännen Aspen is developing according to plan, and has shown a slight increase in sales compared with the previous year – even though sales started later than usual due to a late spring in parts of Europe.

Lantmännen Reppe is also performing as planned, and has shown a particular increase in sales of highly processed products. Capacity utilization in production has improved during the period. However, there was a fire at one of the

company's facilities in May, which will result in a certain production shortfall during the second four-month period.

In April, Lantmännen Agroetanol and AGA Gas were presented with the "Energy company of the year" award at the Norrköping business gala for their joint work on the carbon dioxide facility Norlic AB, which utilizes carbon dioxide from ethanol production.

Lantmännen Agroetanol and Lantmännen Reppe have been nominated for this year's Pegasus Prize – Lantmännen Agroetanol for the development and launch of Agro Cleanpower 95 and Lantmännen Reppe for reduced carbon dioxide emissions associated with transport between Lidköping and Växjö. The Pegasus Prize is aimed at transport sector companies working to reduce their carbon footprint, and is awarded by the Transport Group.





Food Sector

<i>Food Sector</i>	2015 Jan-Apr	2014 Jan-Apr	Change Jan-Apr
Net sales, MSEK	3,690	3,514	5 %
Operating income, MSEK	137	146	-9
Operating margin, %	3.7	4.2	
Return on operating capital, %	5.3	5.8	
Average number of employees	4,891	4,896	0 %

The Food Sector's net sales for the first period were higher than the previous year. Operating income amounted to MSEK 137, which is a little lower than MSEK 146 for the same period the previous year. However, the previous year's figure includes MSEK 17 from a large percentage ownership share in the chicken company Scandi Standard. Adjusted for this, operating income for the year to date was higher than the previous year.

Lantmännen Cerealia continued its work on reviewing the mill structure in Mälardalen during the period, and decided to concentrate these operations in Strängnäs to achieve a more efficient supply chain. As a result of the decision, the milling operations in Uppsala will be gradually phased out, while investments are being made to strengthen the Strängnäs capacity. During the period, it was also decided to concentrate the pancake business in Laholm, which means that the operations in Färgelanda will cease. Cerealia continues to work on grain concepts for both organic and conventional farming which link farmers and consumers more closely – with sustainable cultivation methods that strengthen the competitiveness of Swedish farming, reduce environment impacts and create new choices for consumers.

Lantmännen Unibake has continued its highly positive performance, with increased sales in several markets and improved earnings. At the end of April, the last relevant competition authority gave its approval to the acquisition of the VAASAN bakery group in Finland, and the transaction was implemented on June 1. The acquisition brings several new

products, concepts and strong brands – such as Finn Crisp, Bonjour and Vaasan – to Lantmännen's product range. At the same time, there is now a stronger presence in several markets in the Baltic Sea region – particularly in Finland, Sweden and the Baltic countries.

Lantmännen Doggy has invested strongly in the marketing of a number of newly launched products in the first four months of the year. These include a Mjau product aimed at supermarkets and "Bozita Nordic by Nature" dog food for specialist stores. The new products have been well received. Efforts to strengthen the sales force are continuing as planned, with a particular focus on increasing sales in the specialist stores. Fredrik Krook took over as the new CEO of Lantmännen Doggy at the beginning of May.

Food Sector, adjusted for items affecting comparability





Lantmännen Real Estate

Lantmännen Real Estate¹⁾

	2015 Jan-Apr	2014 Jan-Apr	Change Jan-Apr
Net sales, MSEK	157	150	5 %
Operating income excluding property sales, MSEK	62	54	8
Operating income, MSEK	145	55	90
Return on operating capital, excluding property sales, %	12.2	11.5	
Average number of employees	40	40	-

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 period were slightly higher than the same period the previous year. Operating income, excluding property sales, amounted to MSEK 62, compared with MSEK 54 for the same period the previous year. The higher sales and improved operating income are mainly due to Lantmännen Real Estate having increased its proportion of external leasing.

A number of property transactions were completed in the first four months of the year: Lantmännen divested its 50 percent holding in the property company Lantholmen, and sold a property company with an industrial property in Valla. Two large leasing transactions were also conducted in Örebro and Kristianstad during the period.

Lantmännen Real Estate, excluding property sales



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.

HaGe Kiel (40%)

Hauptgenossenschaft Nord AG (HaGe Kiel) has a yearly turnover of approximately EUR 2.7 billion and about 1,600 employees. Lantmännen's holding in HaGe Kiel is 40 percent. DLG (Dansk Landbrugs Grovareselskab) 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.

Scandagra Group (50%)

Scandagra Group operates in the three Baltic countries. The Group has a yearly turnover of approximately SEK 2 billion 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.

Scandagra Polska (50%)

Scandagra Polska is a merchant of grain and other inputs in the Polish agricultural market and has a yearly turnover of approximately SEK 1.2 billion. The company is jointly owned (50-50) by Lantmännen and DLG.

Agroenergi Neova Pellets (50%)

Agroenergi Neova Pellets manufactures and sells solid biofuels, such as wood pellets, has a yearly turnover of approximately SEK 1 billion and about 160 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.

Viking Malt (38%)

Viking Malt produces malt in Finland, Sweden and Lithuania. The company has a yearly 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.

Condensed consolidated income statement

MSEK	2015 Jan-Apr	2014 Jan-Apr	May 2014- Apr 2015	2014 Jan-Dec
Net sales	11,064	10,505	33,225	32,666
Other operating income	190	117	1,260	1,187
Changes in inventories of finished goods and work in progress	-491	-224	-282	-15
Capitalized work for own account	0	1	1	2
Raw materials and consumables	-3,392	-3,742	-11,962	-12,312
Goods for resale	-3,444	-2,909	-9,429	-8,894
Employee benefits expense	-1,575	-1,575	-4,741	-4,741
Other operating expenses	-1,758	-1,776	-5,421	-5,439
Share of income of associates	28	15	115	102
Depreciation, amortization and impairment	-331	-342	-1,092	-1,103
Operating income	291	70	1,674	1,453
Finance income	32	57	93	118
Finance costs	-85	-89	-225	-229
Income after financial items	238	38	1,542	1,342
Tax	-19	17	-153	-117
Net income for the period after tax	219	55	1,389	1,225
Net income for the period attributable to:				
Members of the economic association	217	54	1,380	1,217
Non-controlling interests	2	1	9	8

Condensed consolidated statement of comprehensive income

MSEK	2015 Jan-Apr	2014 Jan-Apr	May 2014- Apr 2015	2014 Jan-Dec
Net income for the period after tax	219	55	1,389	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	-164	-64	-413	-313
Tax on actuarial gains and losses	36	14	92	70
Total	-128	-50	-321	-243
<i>Items that will be reclassified to the income statement</i>				
Available-for-sale financial assets, net of tax	10	-12	46	24
Cash flow hedges, net of tax	108	-94	209	7
Exchange differences on translation of foreign operations	-30	32	120	182
Share of other comprehensive income for joint ventures and associates	-22	5	0	27
Net gain on hedge of net investment in foreign operations, net of tax	58	-35	-81	-174
Tax attributable to items that will be reclassified	-37	30	-30	37
Total	87	-74	264	103
Other comprehensive income for the period, net of tax	-41	-124	-57	-140
Total comprehensive income for the period	178	-69	1,332	1,085
Total comprehensive income for the period attributable to:				
Members of the economic association	176	-70	1,323	1,077
Non-controlling interests	2	1	9	8

Condensed consolidated four-monthly income statements

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

The Group's items affecting comparability

MSEK	2015 Jan-Apr	2014 Jan-Apr	2014 Jan-Dec
Recognized operating income	291	70	1,453
<i>Items affecting comparability in operating income:</i>			
Capital gains on sale of operations	-	-	731
Restructuring costs, Agriculture Sector	-	-	-50
Restructuring costs, Food Sector	-	-	-79
<i>Total items affecting comparability in operating income</i>	-	-	602
Operating income, adjusted for items affecting comparability	291	70	851
Recognized income after financial items	238	38	1,342
Items affecting comparability in operating income according to above	-	-	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	238	38	740
Return on equity, adjusted for items affecting comparability, %	5.5	1.5	5.1
Return on operating capital, adjusted for items affecting comparability, %	5.7	1.4	5.3

Condensed consolidated statement of financial position

MSEK	2015 Apr 30	2014 Apr 30	2014 Dec 31
ASSETS			
Property, plant and equipment	6,562	6,959	6,612
Investment properties	611	390	566
Goodwill	2,907	2,635	2,915
Other intangible assets	735	794	752
Investments in associates	1,603	1,450	1,512
Non-current financial assets	985	814	918
Deferred tax assets	436	274	322
Other non-current assets	9	82	10
Total non-current assets	13,848	13,398	13,607
Inventories	5,241	5,205	5,379
Trade and other receivables	5,582	5,087	4,723
Current interest-bearing assets	226	270	345
Current tax assets	23	45	19
Cash and cash equivalents	3,304	2,652	3,058
Total current assets	14,376	13,259	13,524
TOTAL ASSETS	28,224	26,657	27,131
EQUITY AND LIABILITIES			
Equity attributable to members of the economic association	12,035	10,946	11,859
Non-controlling interests	19	39	17
Total equity	12,054	10,985	11,876
Non-current interest-bearing liabilities ¹⁾	2,304	4,370	2,600
Provisions for pensions	664	265	517
Deferred tax liabilities	298	149	200
Other non-current provisions	244	249	227
Other non-current liabilities	58	35	54
Total non-current liabilities	3,568	5,068	3,598
Current interest-bearing liabilities	4,780	3,330	4,601
Trade and other payables	7,353	7,048	6,573
Current tax liabilities	70	42	59
Current provisions	399	184	424
Total current liabilities	12,602	10,604	11,657
TOTAL EQUITY AND LIABILITIES	28,224	26,657	27,131
Equity ratio	42.7	41.2	43.8
¹⁾ Including subordinated debentures, MSEK	250	56	0

Condensed consolidated statement of cash flows

MSEK	2015 Jan-Apr	2014 Jan-Apr	2014 Jan-Dec
Income after financial items	238	38	1,342
Adjustment for non-cash items ¹⁾	287	392	97
Taxes paid	-45	-32	-77
Cash flow from operating activities before change in working capital	480	398	1,362
Change in working capital	157	609	405
Cash flow from operating activities	637	1,007	1,767
Acquisitions and divestments	-26	7	1,065
Investments in non-current assets	-305	-322	-1,087
Sale of non-current assets	46	44	390
Change in financial investments	32	45	-58
Cash flow from investing activities	-253	-226	310
Cash flow before financing activities	384	781	2,077
Change in contributed capital	1	3	75
Dividend paid	0	-3	-305
Change in loans	-169	-421	-1,069
Cash flow from financing activities	-168	-421	-1,299
Cash flow for the period	216	360	778
Cash and cash equivalents at beginning of period	3,058	2,295	2,295
Exchange differences	30	-3	-15
Cash and cash equivalents at the end of the period	3,304	2,652	3,058
¹⁾ Depreciation and impairment of non-current assets	331	342	1,103
Less share of income in associates	-26	-15	-86
Capital gains on sale of non-current assets and operations	-83	-1	-801
Other non-cash items	65	66	-119
Total adjustment for non-cash items	287	392	97

Condensed consolidated statement of changes in equity

MSEK	2015 Jan-Apr			2014 Jan-Apr			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	176	2	178	-70	1	-69	1,077	8	1,085
Distribution to owners	-	-	-	-	-2	-2	-308	-3	-311
Contributed capital paid in by members	-	-	-	-	-	-	138	-	138
Contributed capital paid out to members	-	-	-	-	-	-	-64	-	-64
Other changes relating to non-controlling interests	-	-	-	-	12	12	-	-16	-16
Closing balance	12,035	19	12,054	10,946	39	10,985	11,859	17	11,876
Equity attributable to members of the economic association									
Contributed capital, paid in	931			832			931		
Contributed capital, issued	1,046			1,074			1,046		
Other equity	10,058			9,040			9,882		
Total equity attributable to members of the economic association	12,035			10,946			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 Jan-Apr	2014 Jan-Apr	Change %	May 2014- Apr 2015	2014 Jan-Dec
Agriculture Sector	3,886	3,623	7 %	10,600	10,337
Machinery Sector	3,111	2,686	16 %	9,909	9,484
Energy Sector	838	1,150	-27 %	2,673	2,985
Food Sector	3,690	3,514	5 %	11,356	11,180
Lantmännen Real Estate	157	150	5 %	477	470
Other operations	144	164	-12 %	488	508
Eliminations	-762	-782	-3 %	-2,278	-2,298
Total	11,064	10,505	5 %	33,225	32,666

Operating income per segment, adjusted for items affecting comparability

MSEK	2015 Jan-Apr	2014 Jan-Apr	May 2014- Apr 2015	2014 Jan-Dec
Agriculture Sector	23	-53	132	56
Machinery Sector	4	3	182	181
Energy Sector	62	-13	136	61
Food Sector	137	146	512	521
Lantmännen Real Estate ¹⁾	145	55	313	223
Other operations	-68	-66	-222	-220
Group items	-12	-2	19	29
Total	291	70	1,072	851
¹⁾ Including capital gain on sale of property	83	1	137	55

Operating margin per segment, adjusted for items affecting comparability

%	2015 Jan-Apr	2014 Jan-Apr	2014 Jan-Dec
Agriculture Sector	0.6	-1.5	0.5
Machinery Sector	0.1	0.1	1.9
Energy Sector	7.4	-1.1	2.0
Food Sector	3.7	4.2	4.7
Lantmännen total	2.6	0.7	2.6

Return on operating capital adjusted for items affecting comparability

%	2015 Jan-Apr	2014 Jan-Apr	2014 Jan-Dec
Agriculture Sector	1.7	-4.0	1.4
Machinery Sector	0.7	0.5	8.6
Energy Sector	16.2	-3.3	5.2
Food Sector	5.3	5.8	6.7
Lantmännen Real Estate ¹⁾	12.2	11.5	11.7
Lantmännen total	5.7	1.4	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 Jan-Apr	2014 Jan-Apr	Change %	May 2014- Apr 2015	2014 Jan-Dec
Agriculture Sector	3,886	3,623	7 %	10,600	10,337
Machinery Sector	3,111	2,686	16 %	9,909	9,484
Energy Sector	838	1,150	-27 %	2,673	2,985
Food Sector	3,690	3,514	5 %	11,356	11,180
Lantmännen Real Estate	157	150	5 %	477	470
Other operations	144	164	-12 %	488	508
Eliminations	-762	-782	-3 %	-2,278	-2,298
Total	11,064	10,505	5 %	33,225	32,666

Operating income per segment

MSEK	2015 Jan-Apr	2014 Jan-Apr	May 2014- Apr 2015	2014 Jan-Dec
Agriculture Sector	23	-53	82	6
Machinery Sector	4	3	182	181
Energy Sector	62	-13	136	61
Food Sector	137	146	433	442
Lantmännen Real Estate ¹⁾	145	55	313	223
Other operations	-68	-66	-222	-220
Group items	-12	-2	750	760
Total	291	70	1,674	1,453
¹⁾ Including capital gain on sale of property	83	1	137	55

Operating margin per segment

%	2015 Jan-Apr	2014 Jan-Apr	2014 Jan-Dec
Agriculture Sector	0.6	-1.5	0.1
Machinery Sector	0.1	0.1	1.9
Energy Sector	7.4	-1.1	2.0
Food Sector	3.7	4.2	4.0
Lantmännen total	2.6	0.7	4.4

Return on operating capital

%	2015 Jan-Apr	2014 Jan-Apr	2014 Jan-Dec
Agriculture Sector	1.7	-4.0	0.1
Machinery Sector	0.7	0.5	8.6
Energy Sector	16.2	-3.3	5.2
Food Sector	5.3	5.8	5.7
Lantmännen Real Estate ¹⁾	12.2	11.5	11.7
Lantmännen total	5.7	1.4	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 Agro Oil and the corporate functions.

The Parent Company's net sales amounted to MSEK 3,998 (3,688), while operating income was MSEK –58 (–102). The improvement in operating income compared with the previous year was wholly attributable to operations in the Agriculture Sector.

Income from financial items was MSEK 1 (–6). Income

from interest-bearing securities has declined as a result of low interest rates and reduced external lending, although this has been compensated for by improved exchange gains/losses.

Income after financial items was MSEK –57 (–108).

Net investments in non-current assets for the year amounted to MSEK 37 (48).

The equity ratio was 42.6 percent (43.5 at year-end).

The average number of employees in the Parent Company was 1,018 (1,156).

Parent Company condensed income statement

MSEK	2015 Jan-Apr	2014 Jan-Apr
Net sales, external	3,356	3,049
Net sales, intra-Group	642	639
Net sales, total	3,998	3,688
Change in products in progress, finished goods and work in progress for third parties	–677	–3
Capitalized work for own account	0	0
Other operating income	62	65
	3,383	3,750
Operating expenses		
Raw materials and consumables	–1,978	–2,358
Goods for resale	–665	–615
Other external costs	–463	–499
Employee benefits expense	–286	–335
Depreciation, amortization and impairment	–49	–45
Total operating expenses	–3,441	–3,852
Operating income	–58	–102
Income from financial items	1	–6
Income after financial items	–57	–108
Tax	12	26
Net income for the period	–45	–82

Parent Company condensed consolidated income statement

MSEK	2015 Apr 30	2014 Apr 30
ASSETS		
Intangible assets	190	220
Property, plant and equipment	901	867
Investments in Group companies	6,904	6,958
Investments in associates	1,148	835
Non-current receivables from Group companies	890	1,474
Other securities held as non-current assets	261	521
Other non-current receivables	313	310
Total non-current assets	10,607	11,185
Inventories	1,682	1,609
Current receivables from Group companies	8,680	10,724
Other current receivables	2,448	2,540
Short-term investments, incl. cash and bank balances	2,516	2,213
Total current assets	15,326	17,086
TOTAL ASSETS	25,933	28,271
EQUITY AND LIABILITIES		
Equity	10,807	10,779
Untaxed reserves	311	311
Provisions	146	196
Non-current liabilities	1,902	4,163
Current liabilities to Group companies	6,754	8,341
Other current liabilities	6,013	4,481
TOTAL EQUITY AND LIABILITIES	25,933	28,271
Equity ratio, %	42.6	39.0

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, April 30, 2015

MSEK	Total carrying amount	Fair value
Assets		
Other shares and interests	796	796
Financial investments	189	189
Trade and other receivables	4,615	4,615
Interest-bearing receivables	226	226
Cash and bank balances	3,304	3,304
Total financial assets	9,130	9,130
Liabilities		
Non-current interest-bearing liabilities	2,304	2,324
Other non-current liabilities	8	8
Current interest-bearing liabilities	4,780	4,780
Trade and other payables	4,621	4,621
Total financial liabilities	11,713	11,733

Financial assets and liabilities measured at fair value, April 30, 2014

MSEK	Total carrying amount	Fair value
Assets		
Other shares and interests	295	295
Financial investments	466	466
Trade and other receivables	4,244	4,244
Interest-bearing receivables	301	301
Cash and bank balances	2,652	2,652
Total financial assets	7,958	7,958
Liabilities		
Non-current interest-bearing liabilities	4,370	4,369
Other non-current liabilities	11	11
Current interest-bearing liabilities	3,330	3,330
Trade and other payables	4,592	4,592
Total financial liabilities	12,303	12,302

Financial assets and liabilities measured at fair value, by measurement level, April 30, 2015

MSEK	Level 1	Level 2	Level 3	Total
Assets				
Derivatives with positive fair value	130	56	-	186
Other financial assets measured at fair value	578	42	276	896
Total assets	708	98	276	1082
Liabilities				
Derivatives with negative fair value	56	79	-	135
Other financial liabilities measured at fair value	-	-	-	-
Total liabilities	56	79	-	135

Financial assets and liabilities measured at fair value, by measurement level, April 30, 2014

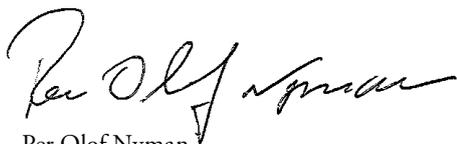
MSEK	Level 1	Level 2	Level 3	Total
Assets				
Derivatives with positive fair value	8	-	-	8
Other financial assets measured at fair value	107	-	278	385
Total assets	115	-	278	393
Liabilities				
Derivatives with negative fair value	102	69	-	171
Other financial liabilities measured at fair value	-	-	-	-
Total liabilities	102	69	-	171

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.

On assignment for the Board of Directors
Stockholm, June 2, 2015



Per Olof Nyman
President & CEO
Lantmännen

Auditor's Review Report

This interim report has not been audited by the association's auditors.

For more information, please contact

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Good food from Lantmännen

The green sprout emblem on our packaging guarantees responsibly produced food. Food that we make an effort to provide in a sustainable manner, from field to fork.

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