

Q2 2025 pre-close summary

Outlook for the second quarter of 2025

- Continued solid market sentiment in North America and well positioned for tariffs
- Normal market conditions for most products in Europe
- Higher sales prices and lower input costs
- Extensive maintenance schedule

Volume development

For region Europe, sales volumes in the second quarter of 2025 are expected to be somewhat lower vs the first quarter of 2025.

For region North America, sales volumes in the second quarter of 2025 are expected to be in line with the first quarter of 2025.

Price development

Earlier announced price increases have been partly implemented during the quarter. The net pricing impact on sales is expected to be marginally positive compared with the first quarter, while mix effects on sales are expected to be negative.

Cost development

Billerud's input costs are expected to decrease sequentially in the second quarter, mainly due to lower energy prices in Europe. The input cost tailwind has been estimated to SEK 30 million.

Maintenance shutdowns are being carried out at Gruvön and Skärblacka in the second quarter. The total cost impact of these maintenance stops is estimated to SEK 380 million. The cost of maintenance shutdowns in the first quarter was SEK 40 million.

Billerud's employee benefit costs are expected to increase in the second quarter by around SEK 60-80 million due to annual salary increases implemented from April.

Total depreciations in the second quarter is estimated to amount to approximately SEK 750 million.

The financial net in the second quarter is expected to be approximately SEK 80-120 million.

Currency effects

FX rates (major currency exposures)

Currency	Average FX rates Q1'25	Average FX rates Q2'25	FX rates on 31 Mar'25	Estimated FX rates on 30 Jun'25*
USDSEK	10.9	9.8	10.0	9.4
EURSEK	11.4	10.9	10.8	10.9

*Spot rates on 12th June 2025.

The net result of currency flows and revaluation of accounts payables is expected to have a negative impact on the result of Region Europe of approximately SEK 90-110 million compared to the first quarter 2025.

The translation impact for Region North America is expected to have a negative impact of approximately SEK 20-40 million compared to the first quarter 2025 (based on the regions profitability level in the first quarter of 2025).

For the second quarter of 2025, Billerud has hedged 80% of the EUR net exposure and 80% of the USD net exposure. Based on the difference between the spot exchange rates on 12th June compared with the hedge rates provided in the latest interim report, the net result of currency hedging and revaluation of accounts receivables, reported on the row "Currency hedging etc" in the segment Other is estimated to approximately SEK +30-50 million in the second quarter of 2025. Since the corresponding result in the first quarter of 2025 was SEK -168 million, the sequential positive change of "Currency hedging etc" result is expected to be approximately SEK 200-220 million.

Estimated currency impact from major currency exposures, per region and business segment

Region & Operational Segment	Estimated earnings impact Q2'25 vs Q1'25
Europe	-90 to -110
North America	-20 to -40
Currency hedging etc.	+200 - 220

Items affecting comparability

No items affecting comparability are expected for the second quarter of 2025.