Interim report of the HKScan Group
1 January – 30 September 2009

*** HKScan Group's competitiveness continued to grow stronger and supplier shares increased in all of the company's market areas.**

*** HKScan had a positive first nine months of the year as anticipated. Nine-month EBIT stood at EUR 36.6 million (EUR 22.8m), i.e. nearly equal to full-year EBIT in 2008 (EUR 38.1 million).**

*** Owing to changes in exchange rates, net sales in euro declined in the early part of the year, yet at fixed rates showed an increase of roughly one percent.**

*** EBIT for January-September is eroded by non-recurring charges totalling approximately EUR 7 million (EUR 0.0m).**

*** The company reiterates its guidance, based on which the Group EBIT for the current year is estimated to clearly surpass that for 2008.**

HKSCAN GROUP
(EUR million)

	Q3/2009	Q3/2008	Q1-Q3/09	Q1-Q3/08	2008
Net sales	533.5	600.4	1 567.2	1 702.3	2 294.6
EBIT	14.1	12.3	36.6	22.8	38.1
- EBIT margin, %	2.6	2.0	2.3	1.3	1.7
Profit/loss before taxes	10.8	5.4	21.9	3.1	9.0
Earnings per share, EUR	0.22	0.05	0.40	-0.05	0.12

Q3, JULY-SEPTEMBER 2009

* Net sales came to EUR 533.5 million (EUR 600.4m). The reduction was mainly due to the fall in the Group's central currencies since autumn 2008. The effect of the economic downturn was also reflected in consumer buying decisions.

* Group EBIT was EUR 14.1 million (EUR 12.3 million). Non-recurring charges of EUR 2.8 million (EUR 0.0m) are included in this figure. A year-on-year increase in EBIT was achieved in Finland, the Baltics and Poland.

* Performance in Finland continued to improve, with EBIT coming in at EUR 7.7 million (EUR 4.5m).

* EBIT in Sweden was EUR 2.5 million (EUR 5.5m), eroded by EUR 2.8 million (EUR 0.0m) in non-recurring charges.

* In the Baltics, EBIT doubled to EUR 3.4 million (EUR 1.7m).

* EBIT in Poland climbed to EUR 2.2 million (EUR 1.6m).

CEO MATTI PERKONOJA:

“HKScan continued to deliver positive performance in the third quarter as anticipated. EBIT growth was in line with targets.

The earnings performance achieved further strengthened the Group’s position. Pre-tax earnings in Q3 doubled from the same period in 2008 and grew many times over cumulatively speaking.

In developing HKScan, streamlining the business of the Swedish subsidiary Scan AB holds centre stage at present. This largest market area for the Group accounts for roughly half of net sales. Scan’s development plans were taken forward in Sweden. The company will undergo major structural streamlining by the end of 2010 and the measures are envisioned to deliver annual streamlining benefits of EUR 30 million by the end of 2012.

In Finland, the positive development in the business and EBIT delivered by HK Ruokatalo was built on more cost-effective operations and stronger market position.

In the Baltics, successful cost control and operational flexibility at Rakvere Lihakombinaat and Tallegg brought the Baltic unit’s EBIT margin up to 8.3 percent of net sales. The Group's position in the Baltics has grown stronger in the current economic downturn.

In Poland, Sokolów solidified its market standing while delivering improved performance both domestically and in the export market.

The Group’s financing situation remained stable.

The Group maintains goodwill of roughly EUR 85 million in its balance sheet as a result of corporate acquisitions. Goodwill is tested at least once a year. During the ongoing financial crisis, testing has been conducted in each quarter and has shown no need for depreciation arising from impairment in any sector.

HKScan’s Extraordinary General Meeting of Shareholders has been convened for 24 November 2009 to resolve on authorising the Board of Directors to implement a share offering amounting to approximately EUR 75 million. The need to strengthen the company’s capital structure and to increase operational and strategic flexibility is the reason put forward for the proposal by the Board of Directors. In addition, the company plans to repay the EUR 20 million subordinated hybrid bond.

During its internationalisation process, HKScan has acquired stakes in companies that are market leaders and have the leading brands in their country. The strategic policies adopted by the company have proven effective also in the current economic climate. The four market areas - Finland, Sweden, the Baltics and Poland – provide HKScan with a domestic market where the various elements balance each other out.

The prolonged recession is dividing food market operators into winners and losers. The scope of the HKScan Group’s business, its leading brands and extensive product range, stronger supplier shares and systematic improvement of cost–effectiveness provide a solid foundation for profitable growth in the current and future business environment.”

MARKET AREA: FINLAND
(EUR million)

	Q3/2009	Q3/2008	Q1-Q3/09	Q1-Q3/08	2008
Net sales	181.6	183.7	547.2	543.2	740.4
EBIT	7.7	4.5	20.6	8.0	14.4
- EBIT margin, %	4.2	2.5	3.8	1.5	1.9

EBIT in Finland increased in Q3 as anticipated. The year-on-year increase came to 71 percent. Improved EBIT was based on HK Ruokatalo’s cost-effective operations, successful cost control and excellent delivery reliability, allowing supplier shares to increase and HK Ruokatalo thus to strengthen its market position in Finland.

The slight decline in net sales was attributable to lower export revenue. With exports hampered by profitability issues, the company has scaled back on these in line with plans. Domestic sales, on the other hand, grew considerably in terms of both volume and value.

HK Ruokatalo has introduced themes relating to responsibility in its communications, with the topic given especially extensive treatment in the marketing of the company’s poultry brand Kariniemen. The themes of the four-part responsibility programme are the importance of farm, environment, taste and nutrition throughout the chain, from farm to fork. Another major factor was the redesign of HK sandwich meat packages that enabled a significant reduction in the use of plastic in packaging.

Earnings for January-September include a non-recurring cost provision of EUR 1.1 million recognised in Q1 and relating to personnel cuts at HK Ruokatalo's Forssa production facilities in 2006 (EUR 0.0m). The severance pay of EUR 1.3 million to HKScan Corporation’s former CEO is included in Q1 Group administration costs.

MARKET AREA: SWEDEN
(EUR million)

	Q3/2009	Q3/2008	Q1-Q3/09	Q1-Q3/08	2008
Net sales	256.2	315.4	759.1	877.7	1 179.3
EBIT	2.5	5.5	7.6	9.4	18.0
- EBIT margin, %	1.0	1.7	1.0	1.1	1.5

Third-quarter net sales in Sweden were nearly in line with the comparison year 2008 when measured in crowns, yet declined when measured in euro. The comparison figure from Q3/2008 is increased by Nyhléns & Hugosons Chark AB, the status of which changed from an associate reported above EBIT to a subsidiary, resulting in a change in its treatment on 30 September 2008 with cumulative effect from the beginning of the financial year 2008. The weaker crown reduced comparable euro-denominated net sales by approximately 10 percent.

The business streamlining plan in Sweden announced in September seeks to bring the EBIT margin to five percent of net sales. The measures are envisioned to deliver annual streamlining benefits of EUR 30 million by the end of 2012. An investment of EUR 12 million will be made over the same time in the Swedish business. The measures will give rise to non-recurring charges of approximately EUR 5 million of which EUR 2.8 million (EUR 0.0m), was recognised in Q3. The remainder will be recognised as implementation of the plans progresses.

The plan has Scan AB discontinuing its production business in Uppsala and at the Bjaeverskov, Denmark-based Kreatina AS. Production in Skara would also be scaled down considerably. The slaughter and cutting of beef and lamb would be centralised to Linköping, while the majority of pork slaughter and cutting would take place in Kristianstad. The ground meat products business of

Linköping-based subsidiary Esca would be transferred to Skara, where some pork slaughter operations would also remain. The production of consumer packed meat would transfer from Uppsala to Linköping. Collaboration would be explored in 2010 in respect of operations in Visby.

Scan has launched statutory employer-employee negotiations to cut a total of approximately 500 blue-collar and white-collar jobs. Implementation of the programme would cut the workforce from approximately 3 000 to roughly 2 500. The potential cuts would mainly concern Skara, Uppsala and Kreatina AS in Bjaeverskov, Denmark.

The results for January-September include non-recurring charges totalling EUR 4.5 million (EUR 0.0m). Non-recurring charges of EUR 1.2 million in Q1 and EUR 0.5 million in Q2 were recognised owing to personnel downsizing. Non-recurring charges of EUR 2.8 million relating to the streamlining programme were recognised in the third quarter. Absent these, earnings in Q3/2009 would have been in line with those in the comparison year 2008.

MARKET AREA: THE BALTICS
(EUR million)

	Q3/2009	Q3/2008	Q1-Q3/09	Q1-Q3/08	2008
Net sales	40.5	44.2	118.8	125.2	168.2
EBIT	3.4	1.7	7.9	5.8	6.4
- EBIT margin, %	8.3	3.8	6.6	4.7	3.8

The sustained cost control and operational flexibility of HKScan Group's Baltic units, in e.g. adapting the product range to market conditions, has proven a strength for the Group in an increasingly fierce competition setting. Both AS Rakvere Lihakombinaat and AS Tallegg have grown their earnings and strengthened their market position.

The business environment has been more difficult in the Baltics throughout the year than in any other Group market area. The deep economic recession and decline in consumer purchasing power are clearly reflected in demand. The state of the Baltic economies is unclear to some extent at present, and Latvia in particular is facing great challenges.

MARKET AREA: POLAND
(EUR million)

*)	Q3/2009	Q3/2008	Q1-Q3/09	Q1-Q3/08	2008
Net sales	69.2	74.2	186.5	204.6	270.9
EBIT	2.2	1.6	6.4	2.3	4.2
- EBIT margin, %	3.2	2.2	3.4	1.1	1.6

*) The figures refer to HKScan's share (50%) of the Sokolów Group's figures.

The Polish business grew in Q3 in terms of both volume and value. Sokolów's net sales for the full nine months grew by 16 percent year-on-year when measured in zloty but fell short of the euro-denominated figure a year earlier due to changes in exchange rates.

The company's improved access into the selections of modern retail chains has been crucial to Sokolów's development in the past year, as these chains are where most of the market growth is taking place.

Thanks to solid sales in the domestic market, rising exports and cost control, Sokolów has considerably improved its EBIT. The decline of the Polish zloty against the euro has added momentum to exports.

The current recession is yet to have any considerable effect on the food-buying decisions of consumers in Poland.

CAPITAL EXPENDITURE AND FINANCE

The Group's gross investments in Q3 totalled EUR 9.3 million (EUR 17.0m). Gross investments in the first nine months of 2009 totalled EUR 33.8 million (EUR 70.6m) and were divided among production-related investment in the market areas as follows: Finland EUR 9.0 million (EUR 24.1m), Sweden EUR 13.7 million (EUR 24.1m) and the Baltics EUR 4.7 million (EUR 11.6m). In Poland, HKScan's share of Sokolów investments was EUR 6.4 million (EUR 10.8m).

The installations of machinery and equipment continued at the new distribution centre rising in Linköping, Sweden. The centre will come online in spring 2010. No major investments were underway in Finland or the Baltics.

The Group's interest-bearing debt at the end of September stood at EUR 483.6 million (EUR 541.0m). The reduction is partly attributable to the weakening of the Group's central currencies. Net financing expenses fell clearly from the previous year owing to lower interest rates and the reduction in total loans. Financing expenses remain burdened by equity hedging costs in respect of EEK-denominated equity. Untapped credit facilities at 30 September 2009 stood at EUR 170.5 million (EUR 183m). In addition, the Group had other untapped overdraft and other facilities of EUR 42.1 million (EUR 40m). The EUR 100 million commercial paper programme had been drawn in the amount of EUR 10.0 million (EUR 39m).

At the end of September, the equity ratio was 31.1 percent (30.0%). Stronger cash flow and reducing net liabilities remain key priorities, to be achieved through means such as more effective working capital management and extremely careful consideration of which investments to implement. The company has convened an Extraordinary General Meeting of Shareholders to resolve on authorising the Board of Directors to decide on a share offering based upon shareholders' pre-emptive subscription right expected to amount to approximately EUR 75 million. The planned offering is being undertaken to strengthen the company's capital structure and to increase operational and strategic flexibility. The funds accruing from the offering will also be used to repay the EUR 20 million hybrid bond issued in autumn 2008.

TREASURY SHARES

At 30 September 2009, the company held a total of 51 982 of its A Shares. These had a market value of EUR 0.48 million (EUR 9.33 each) and accounted for 0.13% of all shares and 0.04% of all votes.

BOARD OF DIRECTORS' EXISTING AUTHORISATIONS

(1) The AGM of 23 April 2009 authorised the Board to resolve on acquiring a maximum of 3 500 000 Series A shares as treasury shares, equal to roughly 8.9% of total registered shares and 10.3% of total A Shares.

Treasury shares may only be acquired using unrestricted shareholders' equity. The company's own shares may be purchased for a price quoted in public trading on the purchase day or for a price otherwise determined by the market.

The Board of Directors shall resolve upon the method of purchase. Among other means, derivatives may be utilised in purchasing the shares. The shares may be purchased in a proportion other than that of the shares held by the shareholders (directed purchase). The authorisation is valid until 30 June 2010.

(2) The AGM also authorised the Board of Directors to resolve on an issue of shares, option rights as well as other special rights entitling to shares as referred to in Chapter 10:1 of the Limited Liability Companies Act. The Board was authorised to resolve on the issue of a maximum of 5 500 000 A Shares, corresponding to ca. 14.0% of all registered shares in the company and ca. 16.2% of all A Shares.

The Board may resolve upon all the terms and conditions of the issue of shares and other special rights entitling to shares. The authorisation to issue shares shall cover the issuing of new shares as well as the transfer of the company's own shares. The issue of shares and other special rights entitling to shares may be implemented as a directed issue. The authorisation is valid until 30 June 2010.

The authorisations concerning purchases of treasury shares and share issue were granted to provide the company's Board with flexibility in deciding on capital market transactions necessary to the company, e.g. to secure its financing needs or to execute mergers and acquisitions. A directed acquisition of own shares or directed share issue can only be executed for reasons of weighty financial consequence to the company and the authorisation cannot be exercised in violation of the principle of shareholder equality.

EMPLOYEES

In the first nine months of the year, the Group had an average workforce of 7 301 employees (7 526). The average number of employees in each market area was as follows: 2 403 persons in Finland, 3 094 in Sweden and 1 804 in the Baltics. In addition, Sokolów had 5 691 employees.

An analysis of employees by country at the end of September is as follows: Sweden 38.4%, Finland 32.1%, Estonia 22.2%, Poland (Scan) 3.1%, Latvia 2.9%, other countries 1.3%.

RISKS AND UNCERTAINTY FACTORS IN THE NEAR FUTURE

The most significant business risks faced by the HKScan Group involve developments in the price of raw materials and pork in particular, in future possibly the availability of these as well. Country-specific uncertainties involve the success of the business development programmes in Sweden and the development of the national economies in the Baltics.

The current international financial crisis increases the risk of customer credit losses. The problems experienced by customers are due to the state of the economy in their country of operation as well as the availability of financing. Ongoing major fluctuations in the Group's central currencies may affect the Group's net sales, earnings and balance sheet. Any devaluation of local currencies in particular may have a negative effect on the Group's Baltic operations.

Changes in demand, owing to e.g. rising unemployment and attributable to the financial climate, may occur in the Group's market areas or its export markets, and these may erode Group net sales and earnings.

The Group is currently involved in certain legal proceedings and civil litigation. Though the cases remain pending, they are estimated to have no significant impact on the Group's financial standing.

In the event of an escalation of the A(H1N1)v influenza epidemic, temporary arrangements may need to be put into place in all of the Group’s market areas to ensure uninterrupted production.

EVENTS TAKING PLACE SINCE 30 SEPTEMBER 2009

On 2 November 2009, the company's Board of Directors resolved to convene an Extraordinary General Meeting of Shareholders to be held on Tuesday, 24 November 2009 in Vantaa. The Board is seeking authorisation to decide to undertake a share offering, in which shareholders have a pre-emptive right to subscribe for new A Shares of the Company based on their existing ownership of A Shares and K Shares, and proposes a corresponding change in the Articles of Association.

The contemplated offering is expected to amount to approximately EUR 75 million. HKScan is undertaking the offering to strengthen its capital structure and to increase operational and strategic flexibility. In addition, the company plans to repay the EUR 20 million subordinated hybrid bond. LSO Osuuskunta and Swedish Meats Ekonomisk Förening, the owners of 35.51 % and 12.77 % of HKScan shares and 73.23 % and 12.44 % of the votes carried by HKScan shares respectively, have committed to support the contemplated offering, to vote in favour of the offering in the Extraordinary General Meeting of Shareholders and to subscribe for their pro rata entitlement of the new shares offered for subscription in the offering.

Appointed as Sole Arranger for the planned offering, Danske Markets will, subject to certain conditions, underwrite the remaining 51.72 % of the shares to be offered for subscription in the contemplated offering.

FUTURE OUTLOOK

The conditions of exceptional uncertainty arising from the global financial crisis continue to prevail. Consumer demand for food is nonetheless anticipated to remain unchanged in Finland and in Sweden, which provides the foundation for stable business development in the Group’s main market areas. Signs of sharp fluctuations in demand are visible in the Group's other market areas as well as its export markets.

Based on business performance and the outlook in the near term, Group EBIT for the current year is estimated to clearly surpass that for 2008.

Consolidated financial statements 1 January - 30 September 2009

CONSOLIDATED INCOME STATEMENT
(EUR million)

	Q3/2009	Q3/2008	Q1-Q3/09	Q1-Q3/08	2008
NET SALES	533.5	600.4	1 567.2	1 702.3	2 294.6
Operating income and expenses	-504.0	-572.9	-1 488.2	-1 638.0	-2 203.1
Share of profit of associates	0.6	-0.2	0.8	0.6	0.6
Depreciation and impairment	-16.0	-15.0	-43.2	-42.1	-54.0
EBIT	14.1	12.3	36.6	22.8	38.1
Financial income	1.0	1.7	3.8	4.2	5.4
Financial expenses	-5.6	-9.3	-21.0	-24.8	-34.4
Exchange rate differences	0.8	0.2	1.1	-0.1	-1.1
Share of profit of associates	0.5	0.6	1.4	1.0	0.9
PROFIT/LOSS BEFORE TAXES	10.8	5.4	21.9	3.1	9.0
Income taxes	-1.1	-2.2	-3.3	-3.5	-1.4

PROFIT/LOSS FOR THE PERIOD	9.8	3.2	18.7	-0.4	7.6
OTHER COMPREHENSIVE INCOME (after taxes):					
Exchange differences on translating foreign operations	4.5	-2.8	0.9	0.9	-21.9
Available-for-sale investments	-0.0	-1.3	0.1	-1.0	-0.2
Cash flow hedging	0.0	-1.0	0.2	0.1	-2.0
TOTAL OTHER COMPREHENSIVE INCOME	4.5	-5.1	1.2	-0.0	-24.1
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	14.2	-1.8	19.9	-0.5	-16.5
PROFIT/LOSS FOR THE PERIOD ATTRIBUTABLE TO:					
Equity holders of the parent	9.1	2.1	16.7	-2.1	4.7
Minority interests	0.7	1.1	2.0	1.7	2.9
Total	9.8	3.2	18.7	-0.4	7.6
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD ATTRIBUTABLE TO:					
Equity holders of the parent	13.3	-2.5	17.6	-2.1	-19.0
Minority interests	0.9	0.7	2.2	1.6	2.5
Total	14.2	-1.8	19.9	-0.5	-16.5
Earnings per share calculated on profit attributable to equity holders of the parent:					
EPS, undiluted (EUR), continuing operations	0.22	0.05	0.40	-0.05	0.12
EPS, diluted (EUR), continuing operations	0.22	0.05	0.40	-0.05	0.12

In calculating earnings per share, the interest on the subordinated hybrid bond accrued during the period, adjusted for tax, has been subtracted from earnings for the period. The bond has had no effect on the diluted number of shares.

CONSOLIDATED BALANCE SHEET
(EUR million)

	Note	30.9.2009	30.9.2008	31.12.2008
ASSETS				
NON-CURRENT ASSETS				
Intangible assets	1.	64.3	64.5	57.8
Goodwill	2.	85.3	84.8	81.7
Property, plant and equipment	3.	467.5	503.9	479.3
Holdings in associates		20.3	18.7	17.8
Trade and other receivables		21.6	14.1	17.4
Available-for-sale investments		10.6	11.0	9.9
Deferred tax asset		10.5	8.7	10.1

NON-CURRENT ASSETS		680.0	705.7	673.9
CURRENT ASSETS				
Inventories	4.	135.1	151.9	128.3
Trade and other receivables		200.7	239.9	198.4
Income tax receivable		1.4	5.8	1.5
Other financial assets		2.2	3.4	2.2
Cash and cash equivalents		49.1	33.6	92.2
CURRENT ASSETS		388.4	434.6	422.6
ASSETS		1 068.4	1 140.3	1 096.5
EQUITY AND LIABILITIES				
SHAREHOLDERS' EQUITY				
Share capital	5.	66.8	66.8	66.8
Share premium reserve		73.8	74.8	73.5
Treasury shares		-0.0	-0.1	-0.0
Fair value reserve and other reserves		103.3	101.9	106.0
Translation differences		-17.6	-0.6	-25.1
Retained earnings		99.4	93.8	97.0
Equity attributable to equity holders of the parent		325.6	336.6	318.2
Minority interest		6.2	5.2	5.4
SHAREHOLDERS' EQUITY		331.8	341.8	323.7
NON-CURRENT LIABILITIES				
Deferred tax liability		33.5	35.6	33.6
Non-current interest-bearing liabilities		425.0	426.9	442.1
Non-current non-interest bearing liabilities		4.5	6.1	7.9
Pension obligations		3.5	3.0	3.7
Non-current provisions		3.5	0.4	1.4
NON-CURRENT LIABILITIES		470.0	472.0	488.7
CURRENT LIABILITIES				
Current interest-bearing liabilities		58.6	114.1	82.4
Trade and other payables		204.8	210.9	199.4
Income tax liability		0.4	0.1	0.5
Current provisions		2.7	1.4	1.9
CURRENT LIABILITIES		266.5	326.6	284.2
EQUITY AND LIABILITIES		1 068.4	1 140.3	1 096.5

STATEMENT OF CHANGES IN CONSOLIDATED SHAREHOLDERS' EQUITY
(EUR million)

	1.	2.	3.	4.	5.	6.	7.	8.	9.	10.
SHAREHOLDERS' EQUITY AT 1.1.2009	66.8	73.5	8.1	66.7	20.0	11.2	-25.1	-0.0	97.0	318.2

Comprehensive income for the period		-0.1	-5.3			-0.3	7.5	0.0	15.9	17.7
Share-based compensation expense		0.4								0.4
Direct recognition in retained earnings									*) -1.3	-1.3
Transfers between items						2.9			-2.9	0.0
Purchase of treasury shares										0.0
Dividend distribution									-9.4	-9.4
SHAREHOLDERS' EQUITY AT 30.9.2009	66.8	73.8	2.7	66.7	20.0	13.8	-17.6	0.0	99.4	325.6

COLUMNS: 1. Share capital, 2. Share premium reserve, 3. Revaluation reserve, 4. Reserve for invested unrestricted equity, 5. Subordinated hybrid bond, 6. Other reserves, 7. Translation differences, 8. Treasury shares, 9. Retained earnings, 10. Total

*) Interest paid on hybrid bond.

	1.	2.	3.	4.	5.	6.	7.	8.	9.	10.
SHAREHOLDERS' EQUITY AT 1.1.2008	66.8	73.4	3.0	66.7	0.0	10.8	3.0	-0.7	105.5	328.5
Comprehensive income for the period		0.1	1.0			0.3	-3.6		-0.1	-2.3
Share-based compensation expense		0.4								0.4
Other change					20.0					20.0
Transfers between items		0.9							-0.9	0.0
Purchase of treasury shares								-0.1		-0.1
Payments made in treasury shares								0.8		0.8
Dividend distribution									-10.6	-10.6
SHAREHOLDERS' EQUITY AT 30.9.2008	66.8	74.8	4.0	66.7	20.0	11.1	-0.6	-0.1	93.8	336.6

COLUMNS: 1. Share capital, 2. Share premium reserve, 3. Revaluation reserve, 4. Reserve for invested unrestricted equity, 5. Subordinated hybrid bond, 6. Other reserves, 7. Translation differences, 8. Treasury shares, 9. Retained earnings, 10. Total

CASH FLOW STATEMENT
(EUR million)

	1-9/2009	1-9/2008	1-12/2008
EBIT	36.6	22.8	38.1
Adjustments to EBIT	-1.0	-3.1	-1.3
Depreciation and amortisation	43.2	42.1	54.0
Change in provisions	2.8	-1.3	1.4
Change in net working capital	-11.5	-31.2	1.3
Financial income and expenses	-16.1	-20.6	-29.9
Taxes	-3.3	-3.5	-1.4
Net cash flow from operating activities	50.7	5.2	62.2
Investing activities			
Gross investments in fixed assets	-32.7	-68.8	-84.1
Disposals of fixed assets	1.7	8.6	12.0
Investments in subsidiary	-0.9	0.0	0.0
Loans granted	0.0	-0.2	-0.2
Repayments of loans receivable	0.3	1.8	2.0
Net cash flow from investing activities	-31.8	-58.6	-70.3
Cash flow before financing activities	18.9	-53.4	-8.1
Financing activities			
Payments received on hybrid bond	0.0	20.0	20.0
Current borrowings raised	44.0	79.3	187.9
Current borrowings repaid	-51.5	-55.8	-164.2
Non-current borrowings raised	16.7	1.7	27.4
Non-current borrowings repaid	-61.4	0.0	-7.3
Interest on hybrid bond	-1.3	0.0	0.0
Dividends paid	-9.4	-10.6	-10.6
Purchase of treasury shares	0.0	-0.1	-0.1
Net cash flow from financing activities	-62.9	34.4	53.0
Change in cash and cash equivalents	-44.0	-19.0	44.9
Cash and cash equivalents at 1.1.	94.4	56.8	56.8
Effect of changes in exchange rates of cash and cash equivalents	0.8	-0.8	-7.3
Cash and cash equivalents at 30.9.	51.3	37.0	94.4

FINANCIAL INDICATORS

	30.9.2009	30.9.2008	31.12.2008
EPS, undiluted, EUR	0.40	-0.05	0.12
EPS, diluted, EUR	0.40	-0.05	0.12
Equity per share, 30.9, EUR 1)	8.29	8.57	8.10
Equity ratio, %	31.1	30.0	29.5
Adjusted average			
number of shares, mill.	39.3	39.3	39.3
Gross capital expenditure			
on fixed assets, EUR million	33.8	70.6	84.0

Employees, end of month			
average	7 301	7 526	7 421

1) Excluding minority's share of equity.

Notes to the Group's interim report

ACCOUNTING PRINCIPLES

HKScan Corporation's interim report for 1 January – 30 September 2009 has been prepared in compliance with IAS 34 Interim Financial Reporting. The same accounting principles have been applied in the interim report as in the annual financial statements for 2008. These accounting principles are explained in the financial statements for 2008.

On 1 January 2009 the Group adopted the following new IFRS standards and interpretations:

- IAS 1 (revised) Presentation of Financial Statements. The revision is aimed at improving users' ability to analyse and compare the information given in financial statements. The means to achieve this include separating changes in a company's equity resulting from transactions with owners in their capacity as owners from other changes in equity. Non-owner-related changes are presented in the statement of comprehensive income. The Group will in future present both an income statement and statement of comprehensive income.

- IAS 23 (revised) Borrowing Costs. The standard requires that borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset, such as a production facility, are included in the cost of that asset. The Group has previously recognised borrowing costs as an expense during the period in which they are incurred, in the manner permitted. The revised standard means that borrowing costs concerning construction projects undertaken after 1 January 2009 are allocated to the project and capitalised in the balance sheet.

- IFRS 8 Operating Segments. The standard replaces IAS 14 and requires adoption of the 'management approach' to presenting segment information, meaning that information is reported in the same manner as in internal reporting. The standard does not alter the Group's segment reporting breakdown.

The figures presented in the interim report are unaudited.

ANALYSIS BY SEGMENT (EUR million)
Net sales and EBIT by main market area

	Q3/2009	Q3/2008	Q1-Q3/09	Q1-Q3/08	2008
NET SALES					
-Finland	181.6	183.7	547.2	543.2	740.4
-Sweden	256.2	315.4	759.1	877.7	1 179.3
-Baltics	40.5	44.2	118.8	125.2	168.2
-Poland	69.2	74.2	186.5	204.6	270.9
-Between segments	-14.1	-17.1	-44.4	-48.4	-64.3
Group total	533.5	600.4	1 567.2	1 702.3	2 294.6
EBIT					
-Finland	7.7	4.5	20.6	8.0	14.4
-Sweden	2.5	5.5	7.6	9.4	18.0

-Baltics	3.4	1.7	7.9	5.8	6.4
-Poland	2.2	1.6	6.4	2.3	4.2
-Between segments	0.0	0.0	0.0	0.0	0.0
Segments total	15.8	13.3	42.5	25.5	43.0
Group administration costs	-1.7	-1.0	*) -5.8	-2.7	-4.9
Group total	14.1	12.3	36.6	22.8	38.1

*) Includes EUR 1.3 million in non-recurring severance pay relating to the termination of the former CEO's employment and recognised in Q1.

Notes to the balance sheet

1. CHANGES IN INTANGIBLE ASSETS
(EUR million)

	Q1-Q3/2009	Q1-Q3/2008	2008
Carrying value at 1 Jan	57.8	65.4	65.4
Translation differences	3.1	-0.6	-7.7
Increase	1.5	0.3	0.3
Decrease	0.0	0.0	-0.1
Depreciation and impairment	-1.9	-1.7	-2.1
Transfer to other balance sheet item	3.8	1.1	2.0
Carrying value at 30 Sep	64.3	64.5	57.8

2. CHANGES IN GOODWILL
(EUR million)

	Q1-Q3/2009	Q1-Q3/2008	2008
Carrying value at 1 Jan	81.7	85.1	85.1
Translation differences	1.8	-1.1	-4.1
Increase	1.8	0.8	0.7
Decrease	0.0	0.0	0.0
Depreciation and impairment	0.0	0.0	0.0
Transfer to other balance sheet item	0.0	0.0	0.0
Carrying value at 30 Sep	85.3	84.8	81.7

3. CHANGES IN PROPERTY, PLANT AND EQUIPMENT
(EUR million)

	Q1-Q3/2009	Q1-Q3/2008	2008
Carrying value at 1 Jan	479.3	476.7	476.7
Translation differences	4.3	-1.7	-24.1
Increase	31.6	67.5	79.9
Decrease	-1.8	-6.7	-11.8
Depreciation and impairment	-42.1	-40.3	-48.3
Transfer to other balance sheet item	-3.8	8.4	6.9
Carrying value at 30 Sep	467.5	503.9	479.3

4. INVENTORIES
(EUR million)

	Q1-Q3/2009	Q1-Q3/2008	2008

Materials and supplies	82.8	92.9	80.9
Unfinished products	7.8	9.3	7.1
Finished products	30.2	34.1	25.6
Goods	0.1	0.1	0.0
Other inventories	3.9	5.0	4.2
Prepayments	2.1	0.9	2.2
Live animals, IFRS 41	8.2	9.6	8.2
Total inventories	135.1	151.9	128.3

5. NOTES TO SHAREHOLDERS' EQUITY

Share capital and share premium reserve	Number of outstanding shares	Share capital, EUR mill.	Share premium reserve, EUR mill.	RIUE, EUR million	Treasury shares, EUR mill.	Total, EUR mill.
1 Jan. 2009	39 301 719	66.8	72.9	66.7	0.0	206.4
Revert of treasury shares	-47 508				0.0	0.0
30 Sept. 2009	39 254 211	66.8	72.9	66.7	0.0	206.4

RIUE = Reserve for invested unrestricted equity

Dividends for the financial year 2008 were paid on 6 May 2009. At a dividend of EUR 0.24 per share, the total came to EUR 9 422 692.56.

DERIVATIVE INSTRUMENT LIABILITIES
(EUR million)

	30.9.2009	30.9.2008	31.12.2008
Nominal values of derivative instruments			
Foreign exchange derivatives	104.7	69.4	84.4
Interest-rate derivatives	198.6	235.6	276.8
Electricity derivatives	9.2	7.6	8.6
Fair values of derivative instruments			
Foreign exchange derivatives	-0.3	-0.5	-2.0
Interest-rate derivatives	-17.0	-0.9	-11.5
Electricity derivatives	-2.0	1.3	-1.9

CONSOLIDATED OTHER CONTINGENT LIABILITIES
(EUR million)

	30.9.2009	30.9.2008	31.12.2008
Debts secured by			
pledges or mortgages			
- loans from financial institutions	35.9	45.0	41.3
Given as security			
- real estate mortgages	44.7	66.1	36.0
- pledges	29.5	9.7	15.4
- floating charges	17.1	26.7	19.7

For associates			
- guarantees	5.5	8.2	5.5
For others			
- guarantees and pledges	12.8	10.3	9.6
Other contingencies			
Leasing commitments	19.3	22.4	23.0
Rent liabilities	40.0	17.3	42.4
Other liabilities	4.4	5.9	4.7

BUSINESS TRANSACTIONS WITH RELATED PARTIES
(EUR million)

	Q1-Q3/2009	Q1-Q3/2008	2008
Sales to associates	23.1	28.0	37.6
Purchases from associates	26.2	26.8	37.0
Trade and other receivables	1.8	2.0	2.2
Trade and other payables	9.0	9.7	9.0
Severance pay to the CEO	1.3	0.0	0.0

NON-RECURRING ITEMS
(EUR million)

	Q3/2009	Q3/2008	Q1-Q3/09	Q1-Q3/08	2008
Employee benefits expenses	-0.9	0.0	-5.0	0.0	0.0
Depreciation and impairment	-1.9	0.0	-1.9	0.0	0.0
Total non-recurring items	-2.8	0.0	-6.9	0.0	0.0

Vantaa, 3 November 2009

HKScan Corporation
Board of Directors

Further information is available from CEO Matti Perkonoja. Please leave any messages for him to call with Marjukka Hujanen on +358 (0)10 570 6218.

HKScan is one of the leading food companies in northern Europe with home markets in Finland, Sweden, the Baltics and Poland. HKScan manufactures, sells and markets pork and beef, poultry products, processed meats and convenience foods under several well-known local brand names. Its customers are retail, the HoReCa sector, industry and export customers. HKScan is active in nine countries and has some 10,000 employees. Annual net sales are 2.3 billion euro.

DISTRIBUTION:
NASDAQ OMX Helsinki
Financial Supervisory Authority FIN-FSA
Main media
www.hkscan.com

HKScan Corporation
tel: +358 10 570 100
fax: +358 10 570 6146
firstname.surname@hkscan.com
Business ID: 0111425-3
www.hkscan.com

Turku
PO Box 50 (Kaivokatu 18)
FI-20521 Turku, Finland

Vantaa
PO Box 49 (Väinö Tannerin tie 1)
FI-01511 Vantaa, Finland