

Q1

INTERIM REPORT JANUARY 1 – MARCH 31, 2013



Helsinki, May 3, 2013

FISKARS

Fiskars' first quarter 2013: Late spring resulted in a slow start to the year

First quarter 2013 in brief:

- Net sales increased 1% to EUR 190.4 million (Q1 2012: 188.3)
- At comparable currency rates and adjusted for the Royal Copenhagen acquisition, sales decreased 7%
- Operating profit (EBIT) decreased 15% to EUR 14.6 million (17.1)
- Operating profit excluding non-recurring items decreased 3% to EUR 16.6 million
- Earnings per share were EUR 0.25 (0.24)
- Cash flow from operating activities fell to EUR 2.1 million (14.1)
- Outlook for 2013 unchanged: full-year 2013 net sales and operating profit excluding non-recurring items to be above 2012 levels.

Fiskars President and CEO, Kari Kauniskangas:

"In many of our main markets, traffic in stores was weak and consumer demand low during the first quarter. Abnormally cold weather delayed spring in both Europe and North America, which affected the Garden business area heavily and resulted in a disappointing start to the year with regards to sales.

Compared to the overall garden retail market, however, Fiskars performed well and strengthened its position. We will now focus on making the most of the shorter than usual spring selling season and securing garden sales for the rest of the year.

Taking into consideration the challenging retail environment, I am particularly pleased that our business focus and operational efficiency helped us deliver a solid operating profit for the quarter. I am also glad to note that many of our brands gained market share and increased their sales in a tough market. Recently acquired Royal Copenhagen performed well and according to our expectations. Following the acquisition, the weight of the fourth quarter increases both in full-year sales and profit due to seasonality typical to homeware products.

We are keeping our outlook for 2013 unchanged and expect full-year net sales and operating profit excluding non-recurring items to grow."

Group key figures

EUR million	Q1 2013	Q1 2012	Change	2012
Net sales	190.4	188.3	1%	747.8
Operating profit (EBIT)*	14.6	17.1	-15%	63.9
Operating profit excluding non-recurring items	16.6	17.1	-3%	63.1
Share of profit from associated company	9.4	9.8	-5%	47.8
Change in the fair value of standing timber	0.3	-0.4		5.6
Profit before taxes*	24.9	24.5	1%	200.4
Profit for the period*	20.9	20.0	4%	178.9
Earnings per share, EUR	0.25	0.24	4%	2.18
Equity per share, EUR	7.06	6.38	11%	7.56
Cash flow from operating activities**	2.1	14.1	-85%	95.0
Equity ratio, %	55%	55%		66%
Net gearing, %	36%	37%		12%
Capital expenditure	10.1	4.7	114%	32.8
Personnel (FTE), average	4,081	3,377	21%	3,364

* Including non-recurring restructuring costs of 2.1 MEUR in Q1 2013 relating to the re-location of Fiskars Sweden

** Including a Wärtsilä dividend of 25.6 MEUR in Q1 2013 (26.8)

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FISKARS' INTERIM REPORT, JANUARY - MARCH 2013

GROUP PERFORMANCE

Operating environment

Unusually cold weather throughout Europe delayed spring significantly, and store traffic was low. This especially influenced garden-related categories, and DIY and Garden retailers were further affected by the important Easter selling season being early and cold. Also the general retail market in Fiskars' key markets, particularly in Finland, was weak. As a response, retailers were looking for additional ways to decrease their inventory risk and manage costs.

In North America, sentiment continued to be more positive than in Europe. However, cold weather lingered across most of United States, and sell-out in garden retail was considerably lower than in the previous year. Consumers held back on spending due to continuous concerns about the economy and decrease in disposable income brought on by the expiration of tax cuts. Government funding issues continued to dampen institutional spending.

Net sales and operating profit

Fiskars' consolidated net sales in the first quarter of 2013 increased by 1% to EUR 190.4 million (Q1 2012: 188.3 million) as the acquisition of Royal Copenhagen increased sales in the EMEA region. Using comparable exchange rates, and excluding Royal Copenhagen, net sales decreased by 7%.

Net sales, EUR million	Q1 2013	Q1 2012	Change	Change cn*	2012
Group	190.4	188.3	1%	1%	747.8
EMEA	134.7	130.6	3%	3%	501.9
Americas	58.0	58.9	-2%	-1%	250.4
Other	1.6	2.0	-23%	-23%	6.3

* currency neutral

Net sales for EMEA (Europe, Middle East, and Asia-Pacific) were EUR 134.7 million (130.6) and EUR 58.0 million (58.9) for the Americas. The increase in sales from the acquisition of Royal Copenhagen was partly offset by a decrease in Garden net sales in EMEA. In the Americas, sales decreased by 2% due to softness in the Garden market and institutional sales of outdoor products.

Operating profit (EBIT), EUR million	Q1 2013	Q1 2012	Change	2012
Group	14.6	17.1	-15%	63.9
EMEA	8.0	11.9	-33%	42.6
Americas	9.0	8.2	10%	34.2
Other	-2.4	-2.9	-17%	-12.9

The Group's operating profit decreased by 15% to EUR 14.6 million (17.1) mainly due to a non-recurring charge related to the re-location of Fiskars Sweden's office to Stockholm. Excluding non-recurring items, operating profit decreased by 3%. The operating profit for EMEA decreased 33% to EUR 8.0 million (11.9). Operating profit for the Americas grew 10% to EUR 9.0 million (8.2), boosted by a favorable product mix.

Financial items and net result

Fiskars' share of profit from its associated company, Wärtsilä, during the first quarter was EUR 9.4 million (9.8), and the change in the fair value of standing timber was EUR 0.3 million (-0.4).

Net financial items were EUR 0.6 million (-2.0). The first-quarter profit before taxes totaled EUR 24.9 million (24.5). Earnings per share were EUR 0.25 (0.24).

Cash flow, balance sheet, and financing

Cash flow from operating activities was EUR 2.1 million (14.1) in the first quarter, including dividends paid by the associated company, Wärtsilä, totaling EUR 25.6 million (26.8). Decrease in sales resulted in lower sales receivables and an increase in inventories compared to the previous year.

Cash flow from investing activities was EUR -60.0 million (-4.2) and included a net of cash effect of EUR - 49.9 million resulting from the acquisition of Royal Copenhagen. Cash flow from financing activities was also impacted by the acquisition of Royal Copenhagen and amounted to EUR 47.7 million (-11.2).

Capital expenditure totaled EUR 10.1 million (4.7) in the first quarter. Depreciation was EUR 5.5 million (5.1). Investments were mainly related to the five-year investment program in EMEA, which was launched in 2010.

Fiskars' working capital was EUR 118.0 million (109.4) at the end of March, which now included Royal Copenhagen. The equity ratio was 55% (55%) and net gearing was 36% (37%).

Cash and cash equivalents at the end of the period totaled EUR 6.3 million (4.8). Net interest-bearing debt amounted to EUR 205.8 million (193.6). Short-term borrowing totaled EUR 141.1 million (126.1) and long-term borrowing EUR 73.5 million (74.3). Short-term borrowing is mainly in the form of commercial papers issued by Fiskars Corporation. In addition, Fiskars had EUR 430 million (455.0) in unused, committed long-term credit facilities, mainly with major Nordic banks.

The increase in the balance sheet total and interest-bearing debt compared to the end of 2012 is mainly attributable to the acquisition of Royal Copenhagen.

Research and development

The Group's research and development expenditure totaled EUR 2.3 million (2.4), equivalent to 1.2% (1.3%) of net sales. As of January 1, 2013, Fiskars changed its accounting policy regarding the classification of certain costs relating to product development, and the figures for the comparative periods have been restated. This has impacted Cost of goods sold positively and Research and development costs negatively for Q1 2012 and full year 2012, by EUR 0.6 million and EUR 2.1 million, respectively.

Personnel

The Group employed an average of 4,081 (3,377) full-time equivalent employees (FTEs) in the quarter: 3,298 (2,626) people in EMEA, 555 (552) in the Americas, and 228 (199) in the Other segment. At the end of the quarter, the Group had a total of 4,273 employees (3,556) on the payroll, of whom 1,629 (1,647) were located in Finland. The increase in personnel was attributed to the acquisition of Royal Copenhagen in January 2013.

Personnel (FTE), average	Q1 2013	Q1 2012	Change	2012
Group	4,081	3,377	21%	3,364
EMEA	3,298	2,626	26%	2,604
Americas	555	552	0%	550
Other	228	199	15%	210

OPERATING SEGMENTS AND BUSINESS AREAS

Fiskars' operating segments are EMEA (Europe, Middle East, and Asia-Pacific), Americas, Wärtsilä (associated company), and Other (Real Estate, corporate headquarters and shared services).

The company's business areas are Home (Living, Kitchen and School, Office & Craft), Garden, and Outdoor (outdoor equipment and boats).

Business areas in Q1 2013

Net sales, EUR million	Q1 2013	Q1 2012	Change	Change cn*	2012
Home**	78.0	65.1	20%	19%***	319.5
Garden**	82.5	91.2	-10%	-10%	290.9
Outdoor	28.9	30.6	-5%	-5%	133.3
Other	1.0	1.5	-32%	-32%	4.1

* currency neutral

** Fiskars has reclassified certain product groups from business area Home to Garden as of January 1, 2013, and the figures for the comparison periods have been adjusted accordingly. Resulting from this, Garden net sales increased and Home net sales decreased in Q1 2012 and full year 2012, by EUR 0.4 million and EUR 3.3 million, respectively.

*** Excluding Royal Copenhagen and with comparable currency rates, Home sales decreased by 2 %.

EMEA in Q1 2013

EUR million	Q1 2013	Q1 2012	Change	2012
Net sales	134.7	130.6	3%	501.9
Operating profit	8.0	11.9	-33%	42.6
Capital expenditure	3.0	1.6	85%	8.4
Personnel (FTE), average	3,298	2,626	26%	2,604

Net sales in EMEA increased 3% to EUR 134.7 million (130.6) due to the acquisition of Royal Copenhagen which became a part of the Home business area in January 2013. Using comparable currency rates, and excluding Royal Copenhagen, comparable net sales decreased.

Home sales in EMEA included a positive impact from the acquisition of Royal Copenhagen. Excluding Royal Copenhagen, Home sales did not reach the previous year's levels. New product launches drove sales increase in the Living category while Kitchen was affected by a decrease in B-2-B campaigns compared to first quarter in 2012. Royal Copenhagen maintained a positive momentum, increasing sales in Denmark, Japan and Korea.

Net sales in the Garden business were heavily affected by unusually cold weather and the delay of the spring season. Fiskars continued to increase its market share.

Sales of outdoor products were below the 2012 levels due to the timing of shipments. Boat sales developed positively.

The segment recorded an operating profit of EUR 8.0 million (11.9), which included a EUR 2.1 million non-recurring charge related to the decision to move Fiskars Sweden's office to Stockholm. Excluding non-recurring items, operating profit in the EMEA region was supported by improved operational efficiency.

Americas in Q1 2013

EUR million	Q1 2013	Q1 2012	Change	2012
Net sales	58.0	58.9	-2%	250.4
Operating profit	9.0	8.2	10%	34.2
Capital expenditure	0.8	0.7	19%	4.4
Personnel (FTE), average	555	552	0%	550

Net sales in the Americas fell by 2% to EUR 58.0 million (58.9), weighed by softness in Garden sales and the institutional market for outdoor products. Using comparable currency rates, sales decreased by 1%.

The Garden business performed only slightly below the previous year's levels despite adverse weather conditions, as garden tool sales benefited from increased placement with key customers and Fiskars increased its market share.

Sales of School, Office and Craft (SOC) products exceeded the previous year's levels, led by sewing and office tools.

Sales of Outdoor products were below that of the previous year, as institutional spending was dampened by continued budget uncertainties. Sales in the commercial segment exceeded the previous year, boosted by strong programs with key customers.

The segment's operating profit was EUR 9.0 million (8.2). The increase was mainly driven by a favorable product mix.

Other in Q1 2013

EUR million	Q1 2013	Q1 2012	Change	2012
Net sales	1.6	2.0	-23%	6.3
Operating profit	-2.4	-2.9	-17%	-12.9
Capital expenditure	6.3	2.4	161%	20.0
Personnel (FTE), average	228	199	15%	210

Fiskars' Other segment contains the Real Estate unit, corporate headquarters, and shared services. Net sales were EUR 1.6 million (2.0) in the first quarter, largely consisting of timber sales and rental income. Operating profit was EUR -2.4 million (-2.9).

Wärtsilä

On April 24, 2012, Fiskars Group agreed with Investor AB to join interests to create a strong long-term owner for Wärtsilä. The legal merger of Fiskars Group's and Investor AB's interests in Wärtsilä took place on February 7, 2013.

The joint venture company Avlis AB and its wholly-owned subsidiary Avlis Invest AB (former Instoria AB) held a total of 42,948,325 shares in Wärtsilä at the end of March 2013, representing 21.8% of the shares and votes in Wärtsilä. As announced on April 24, 2012, Avlis AB is owned by Fiskars Group and Investor in relation to their respective contribution and acquisition of Wärtsilä shares. At the end of March 2013 Fiskars' ownership represents 59.7% and Investor's 40.3%, respectively.

Fiskars' holding in Wärtsilä amounts to 13.0% of the shares and votes (15.1), and the Group remains Wärtsilä's single largest shareholder. Wärtsilä continues to form one of Fiskars' reported operating segments and is treated as an associated company, as Fiskars considers that it continues to have a significant influence within Wärtsilä.

During the first quarter of 2013, Fiskars' share of Wärtsilä's profit totaled EUR 9.4 million (9.8). At the end of the reporting period, the market value of Fiskars' Wärtsilä shares was EUR 898.7 million (841.2) or EUR 10.97 (10.27) per Fiskars share, with a closing price of EUR 35.05 (28.28) per Wärtsilä share. On the consolidated balance sheet, the book value of shares was EUR 255.0 million (285.1).

Wärtsilä's Annual General Meeting was held on March 7, 2013. The Chairman of Fiskars' Board, Kaj-Gustaf Bergh, and Fiskars' Board members, Alexander Ehrnrooth and Paul Ehrnrooth, were re-elected to Wärtsilä's Board of Directors.

Wärtsilä's Annual General Meeting decided to pay a dividend of EUR 1.00 per share (EUR 0.90), which resulted in dividend income of EUR 25.6 million (26.8) for Fiskars.

Acquisition of Royal Copenhagen

The acquisition of Royal Copenhagen, announced on December 12, 2012, was completed on January 4, 2013, and Royal Copenhagen became a part of Fiskars' Home business area. The acquisition is expected to have a positive effect on Fiskars Group's EBIT from 2013 onwards, but the level of the effect in 2013 is dependent on post-acquisition costs in 2013.

Annual General Meeting for 2013

The Annual General Meeting (AGM) of Shareholders of Fiskars Corporation was held on March 14, 2013. The AGM approved the financial statements for 2012 and discharged the members of the Board and the President and CEO from liability. It was decided to pay a dividend of EUR 0.65 per share, totaling EUR 53.2 million. The dividend was paid on March 26, 2013.

The number of Board members was set at nine. Kaj-Gustaf Bergh, Ingrid Jonasson Blank, Ralf Böer, Alexander Ehrnrooth, Paul Ehrnrooth, Louise Fromond, Gustaf Gripenberg, Karsten Slotte, and Jukka Suominen were all re-elected. The term of the Board members will expire at the end of the AGM in 2014. KPMG Oy Ab was re-elected as company auditor, and nominated Authorized Public Accountant Virpi Halonen as responsible auditor.

The AGM decided to authorize the Board to acquire a maximum of 4,000,000 Fiskars' own shares and convey a maximum of 4,000,000 of Fiskars' own shares. The Board may also decide on the acquisition and conveyance of shares in derogation of the pre-emptive right of shareholders to company shares. Both authorizations will remain in force until June 30, 2014.

Constitutive meeting of the Board

Convening after the Annual General Meeting, the Board of Directors re-elected Kaj-Gustaf Bergh as Chairman, and Alexander Ehrnrooth and Paul Ehrnrooth as Vice Chairmen.

The Board appointed Gustaf Gripenberg Chairman of the Audit Committee, and Alexander Ehrnrooth, Paul Ehrnrooth, Louise Fromond, and Karsten Slotte as members. The Board appointed Kaj-Gustaf Bergh Chairman of the Compensation Committee, and Ralf Böer, Ingrid Jonasson Blank, and Jukka Suominen as members. The Board appointed Kaj-Gustaf Bergh Chairman of the Nomination and Strategy Committee, and Alexander Ehrnrooth and Paul Ehrnrooth as members.

Share and shareholders

Fiskars Corporation has one share series (FIS1V). All shares carry one vote and equal rights. On February 7, 2013 the Board of Directors of Fiskars Corporation announced a decision to cancel all 118,099 treasury shares held by the company, equaling 0.14% of the shares of the company. The cancellation was registered on February 15, 2013, and the number of the Corporation's shares now totals 81,905,242.

The Board of Directors had authorizations to acquire and convey company shares but these were not used during the quarter. The share capital remained unchanged at EUR 77,510,200.

Fiskars' shares are traded in the Large Cap segment of the NASDAQ OMX Helsinki stock exchange. The average share price during the quarter was EUR 18.37 (16.11). At the end of March, the closing price was EUR 17.50 (15.00) per share. Fiskars had a market capitalization of EUR 1,433.3 million (1,228.6) at the end of the quarter. The number of shares traded during the quarter was 1.1 million (0.9), which is 1.3% (1.1 %) of the total number of shares.

The total number of shareholders was 16,479 (15,540) at the end of March. Fiskars was not informed of any significant changes among its largest shareholders during the quarter.

Risks and business uncertainties

Fiskars Corporation has detailed the overall business risks and risk management in its Annual Report for 2012 and on the company's website. The company does not consider any material changes to have taken place during the reporting period in the risks and market uncertainties presented in the Annual Report for 2012.

Outlook for 2013

Fiskars' general operating environment did not improve during the first quarter. Further adverse weather conditions in key markets during the rest of the peak garden season or negative issues related to demand for Home products during the last quarter could affect the full-year results.

In January 2013, Fiskars added Royal Copenhagen to its Home business portfolio. Following the acquisition of Royal Copenhagen, the weight of the fourth quarter in full year sales and profit has increased.

We expect the Group's full-year 2013 net sales and operating profit excluding non-recurring items to be above 2012 levels.

The associated company, Wärtsilä, will continue to have a major impact on Fiskars' profit and cash flow in 2013.

Helsinki, Finland, May 2, 2013

FISKARS CORPORATION

Board of Directors

CONSOLIDATED INCOME STATEMENT

EUR million	1-3 2013	1-3 2012	Change %	1-12 2012
Net sales	190.4	188.3	1	747.8
Cost of goods sold*	-113.3	-118.9	-5	-473.2
Gross profit	77.1	69.4	11	274.6
Other operating income	0.6	0.3	121	2.1
Sales and marketing expenses	-39.0	-31.7	23	-128.9
Administration expenses	-21.8	-18.4	18	-73.5
Research and development costs*	-2.3	-2.4	-4	-10.3
Other operating expenses	-0.1	0.0		-0.1
Operating profit (EBIT)	14.6	17.1	-15	63.9
Change in fair value of biological assets	0.3	-0.4		5.6
Share of profit from associate	9.4	9.8	-5	47.8
Gain on sale of associate shares				87.0
Other financial income and expenses	0.6	-2.0	133	-3.8
Profit before taxes	24.9	24.5	1	200.4
Income taxes	-4.0	-4.6	-12	-21.5
Profit for the period	20.9	20.0	4	178.9
Attributable to:				
Owners of the Company	20.7	20.0	4	178.9
Non-controlling interest	0.2			
Earnings for owners of the Company per share, euro (basic and diluted)	0.25	0.24	4	2.18

* As of January 1, 2013, Fiskars changed its accounting policy regarding classification of certain costs relating to product development, and the figures for the comparative periods have been restated. This has impacted Cost of goods sold positively and Research and development costs negatively for Q1 2012 and full year 2012, by EUR 0.6 million and EUR 2.1 million, respectively.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

EUR million	1-3 2013	1-3 2012	1-12 2012
Profit for the period	20.9	20.0	178.9
Other comprehensive income for the period:			
Items that may be reclassified subsequently to profit or loss:			
Translation differences	1.1	-2.4	-1.0
Change in associate recognized directly in other comprehensive income	-5.3	0.5	0.3
transferred to income statement			-0.1
Cash flow hedges	0.1	0.6	-0.8
Items that will not be reclassified to profit or loss:			
Defined benefit plan, actuarial gains (losses) net of tax	0.0	0.0	-0.5
Change in associate recognized directly in other comprehensive income	-3.8		
Other comprehensive income for the period net of tax total	-7.8	-1.3	-2.2
Total comprehensive income for the period	13.0	18.7	176.7
Attributable to:			
Owners of the Company	12.8	18.7	176.7
Non-controlling interest	0.3		

CONSOLIDATED BALANCE SHEET

EUR million	3/2013	3/2012	Change %	12/2012
ASSETS				
Non-current assets				
Goodwill	116.5	88.4	32	88.6
Other intangible assets	168.1	126.4	33	140.7
Property, plant & equipment	101.2	92.6	9	90.0
Biological assets	41.5	35.2	18	41.2
Investment property	5.3	6.0	-12	5.5
Investments in associates	255.0	285.1	-11	280.4
Financial assets				
Shares at fair value through profit and loss	10.0	8.8	13	9.7
Other investments	5.0	1.2	327	0.8
Deferred tax assets	37.1	26.7	39	25.8
Non-current assets total	739.6	670.5	10	682.6
Current assets				
Inventories	144.4	123.5	17	118.0
Trade and other receivables	153.2	153.4	0	116.0
Income tax receivables	2.1	2.5	-16	1.9
Interest bearing receivables	2.1	1.7	25	0.5
Cash and cash equivalents	6.3	4.8	33	16.4
Current assets total	308.1	285.8	8	252.8
Assets total	1,047.6	956.3	10	935.4
EQUITY AND LIABILITIES				
Equity				
Equity attributable to the owners of the Company	578.5	522.3	11	618.9
Non-controlling interest	1.0			
Equity total	579.4	522.3	11	618.9
Non-current liabilities				
Interest bearing debt	73.5	74.3	-1	69.3
Other liabilities	4.6	3.3	40	4.1
Deferred tax liabilities	46.5	45.3	3	44.3
Pension liability	8.4	7.9	6	7.3
Provisions	9.0	5.2	72	3.9
Non-current liabilities total	142.0	136.0	4	129.0
Current liabilities				
Interest bearing debt	141.1	126.1	12	20.4
Trade and other payables	174.6	161.5	8	156.6
Income tax liabilities	7.0	8.5	-18	7.9
Provisions	3.4	2.0	72	2.6
Current liabilities total	326.2	298.1	9	187.5
Equity and liabilities total	1,047.6	956.3	10	935.4

CONSOLIDATED STATEMENT OF CASH FLOWS

EUR million	1-3 2013	1-3 2012	1-12 2012
Cash flow from operating activities			
Profit before taxes	24.9	24.5	200.4
Adjustments for			
Depreciation, amortization and impairment	5.5	5.1	21.9
Share of profit from associate	-9.4	-9.8	-47.8
Gain on sale of associate shares			-87.0
Investment income	0.0	-0.1	-0.1
Financial items	-0.6	2.0	3.8
Change in fair value of biological assets	-0.3	0.4	-5.6
Change in provisions and other non-cash items	3.9	-1.1	2.4
Cash flow before changes in working capital	23.9	21.0	88.1
Changes in working capital			
Change in current assets, non-interest bearing	-21.9	-29.8	10.6
Change in inventories	-18.9	-5.2	-5.0
Change in current liabilities, non-interest bearing	2.0	6.4	-0.5
Cash flow from operating activities before financial items and taxes	-14.9	-7.6	93.2
Dividends received from associate	25.6	26.8	26.8
Financial costs paid (net)	-1.2	-1.5	-4.6
Taxes paid	-7.5	-3.6	-20.3
Cash flow from operating activities (A)	2.1	14.1	95.0
Cash flow from investing activities			
Acquisitions of subsidiaries	-49.9		
Investments in financial assets	-0.1		-0.2
Capital expenditure on fixed assets	-10.1	-4.7	-32.7
Proceeds from sale of fixed assets	0.0	0.4	0.9
Proceeds from sale of associate shares			126.4
Cash flow from other investments		0.1	0.1
Cash flow from investing activities (B)	-60.0	-4.2	94.5
Cash flow from financing activities			
Change in current receivables	-1.6	-1.1	0.1
Borrowings of non-current debt	0.4	0.0	0.1
Repayment of non-current debt	-16.1		-2.5
Change in current debt	119.4	41.4	-61.2
Payment of financial lease liabilities	-0.4	-0.7	-3.5
Cash flow from other financing items	-0.7	0.0	0.0
Dividends paid	-53.2	-50.8	-112.2
Cash flow from financing activities (C)	47.7	-11.2	-179.2
Change in cash (A+B+C)	-10.2	-1.4	10.3
Cash at beginning of period	16.4	6.1	6.1
Translation difference	0.1	0.0	-0.1
Cash at end of period	6.3	4.8	16.4

STATEMENT OF CHANGES IN CONSOLIDATED EQUITY

EUR million	Equity attributable to the owners of the Company						Non-controlling interest	Total
	Share capital	Treasury shares	Cumul. transl. diff.	Fair value reserve	Actuarial gains and losses	Retained earnings		
31 Dec, 2011	77.5	-0.9	2.0	0.1	-0.3	475.9		554.3
Total comprehensive income for the period			-2.9	1.6	0.0	20.0		18.7
Dividends paid						-50.8		-50.8
31 Mar, 2012	77.5	-0.9	-0.9	1.8	-0.3	445.1		522.3
Total comprehensive income for the period			0.1	-0.5	-0.5	159.0		158.0
Dividends paid						-61.4		-61.4
31 Dec, 2012	77.5	-0.9	-0.8	1.3	-0.8	542.6		618.9
Changes due to acquisitions							0.8	0.8
Total comprehensive income for the period			0.1	-4.3	-3.8	20.7	0.3	13.0
Cancellation of treasury shares		0.9				-0.9		
Dividends paid						-53.2		-53.2
31 Mar, 2013	77.5		-0.6	-3.0	-4.6	509.2	1.0	579.4

KEY FIGURES*

	3/2013	3/2012	Change %	12/2012
Equity/share, euro	7.06	6.38	11	7.56
Equity ratio	55%	55%		66%
Net gearing	36%	37%		12%
Net interest bearing debt, EUR million	205.8	193.6	6	72.4
Personnel (FTE), average	4,081	3,377	21	3,364
Personnel, end of period	4,273	3,556	20	3,449
Number of shares outstanding end of period, in thousands**	81,905	81,905		81,905
Weighted average number of outstanding shares during period, in thousands**	81,905	81,905		81,905

* Please see the annual financial statements 2012 for the calculation of key figures.

** Excluding treasury shares.

NOTES TO THE INTERIM REPORT

ACCOUNTING PRINCIPLES

This interim report is prepared in accordance with IAS 34 (Interim Financial Reporting) using the same accounting policies and methods of computation as in the previous annual financial statements, except for a reclassification of certain costs relating to product development in the income statement between Cost of goods sold and Research and development costs. Figures for the comparison periods have been restated to correspond the changed accounting principles. All figures in the accounts have been rounded and consequently the sum of individual figures can deviate from the presented sum figure.

The Group has implemented new or amended IAS/IFRS standards and interpretations mandatory as of January 1, 2013. Of these the most important ones are:

- Amendments to IAS 1 Presentation of Financial Statements
- Amendment to IAS 19 Employee Benefits
- IFRS 13 Fair Value Measurement
- Amendments to IFRS 7 Financial Instruments: Disclosures.

The adoption of the standards above had no material impact on the reported results or financial position.

Use of estimates:

The preparation of the financial statements in accordance with IFRS requires management to make estimates and assumptions that affect the valuation of the reported assets and liabilities and other information, such as contingent liabilities and the recognition of income and expenses in the income statement. Although the estimates are based on the management's best knowledge of current events and actions, actual results may differ from the estimates.

OPERATING SEGMENTS

EUR million	1-3 2013	1-3 2012	Change %	1-12 2012
Net sales				
EMEA	134.7	130.6	3	501.9
Americas	58.0	58.9	-2	250.4
Other	1.6	2.0	-23	6.3
Inter-segment sales*	-3.9	-3.2	21	-10.8
GROUP TOTAL	190.4	188.3	1	747.8
Operating profit (EBIT)				
EMEA	8.0	11.9	-33	42.6
Americas	9.0	8.2	10	34.2
Other and eliminations	-2.4	-2.9	-17	-12.9
GROUP TOTAL	14.6	17.1	-15	63.9
Depreciation, amortization and impairment				
EMEA	3.7	3.6	3	14.3
Americas	1.0	0.9	8	4.8
Other and eliminations	0.8	0.6	47	2.7
GROUP TOTAL	5.5	5.1	8	21.9
Capital expenditure				
EMEA	3.0	1.6	85	8.4
Americas	0.8	0.7	19	4.4
Other and eliminations	6.3	2.4	161	20.0
GROUP TOTAL	10.1	4.7	114	32.8
* Inter-segment sales				
EMEA	-2.7	-2.3		-6.9
Americas	-0.6	-0.4		-1.7
Other	-0.6	-0.5		-2.2

Order book

Short delivery times are a prerequisite in Fiskars' operations. Therefore, the backlog of orders and changes in it are not of significant importance.

BUSINESS AREAS

EUR million	1-3 2013	1-3 2012	Change %	1-12 2012
Net sales				
Home*	78.0	65.1	20	319.5
Garden*	82.5	91.2	-10	290.9
Outdoor	28.9	30.6	-5	133.3
Other	1.0	1.5	-32	4.1
GROUP TOTAL	190.4	188.3	1	747.8

* Fiskars has reclassified certain product groups from business area Home to Garden as of January 1, 2013, and the figures for the comparison periods have been adjusted accordingly. Resulting from this, Garden net sales increased and Home net sales decreased in Q1 2012 and full year 2012, by EUR 0.4 million and EUR 3.3 million, respectively.

INTANGIBLE AND TANGIBLE ASSETS**EUR million**

3/2013 3/2012 12/2012

Intangible assets and goodwill

Book value, Jan 1	229.3	213.8	213.8
Currency translation adjustment	0.2	-0.3	-0.1
Acquisitions and divestments	49.9		
Additions	6.4	2.4	19.9
Amortization and impairment	-1.2	-1.1	-4.7
Decreases and transfers	0.0	0.0	0.3
Book value at end of period	284.6	214.9	229.3

Investment commitments for intangible assets	0.0	2.1	3.3
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Tangible assets and investment property

Book value, Jan 1	95.5	100.6	100.6
Currency translation adjustment	0.7	-0.1	0.3
Acquisitions and divestments	10.9		
Additions	3.7	2.3	12.9
Depreciation and impairment	-4.4	-4.0	-17.1
Decreases and transfers	0.0	-0.3	-1.3
Book value at end of period	106.4	98.6	95.5

Investment commitments for property, plant and equipment	6.8	2.2	7.6
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CONTINGENCIES AND PLEDGED ASSETS**EUR million**

3/2013 3/2012 12/2012

As security for own commitments

Lease commitments	46.4	44.3	41.3
Other contingencies	1.9	1.9	1.8
Total	48.3	46.2	43.1

Guarantees as security for third-party commitments

The Group has no guarantees as security for third-party commitments.

As security for subsidiaries' commitments

Guarantees	15.0	13.4	12.2
Total	63.3	59.5	55.2

Litigation

Fiskars is involved in a number of legal actions, claims and other proceedings. The final outcome of these matters cannot be predicted. Taking into account all available information to date the outcome is not expected to have material impact on the financial position of the Group.

DERIVATIVES**EUR million**

3/2013 3/2012 12/2012

Nominal amounts of derivatives

Forward exchange contracts	144.5	187.4	107.4
Currency options	5.9		
Interest rate swaps	45.9	32.5	32.5
Electricity forward agreements	2.6	2.7	2.9

Market value vs. nominal amounts of derivatives

Forward exchange contracts	0.4	0.1	0.4
Currency options	0.9		
Interest rate swaps	-3.2	-1.0	-1.9
Electricity forward agreements	-0.3	-0.4	-0.4

Forward exchange contracts have been valued at market value.

EXCHANGE RATE SENSITIVITY OF THE OPERATIONS

Approximately 10% of Fiskars' commercial cash flows are exposed to fluctuations in foreign exchange rates. The most significant risks relate to the depreciation of SEK, NOK and JPY against USD and EUR. Foreign exchange risks are hedged primarily through the use of currency forwards and swaps. Change in valuation of currency derivatives is included in the income statement without applying hedge accounting.

EUR million	USD	SEK	NOK	JPY
Operational currency position	-28.1	20.9	14.6	10.0
Exchange rate sensitivity of the operations*	2.8	-2.1	-1.5	-1.0

* Illustrates the impact of 10% exchange rate depreciation on the Group's annual profit before taxes.

FAIR VALUE OF FINANCIAL INSTRUMENTS

3/2013

EUR million	Level 1	Level 2	Level 3	Total
Investments at fair value through profit and loss			10.0	10.0
Other investments			5.0	5.0
Derivative assets		1.4		1.4
Total assets		1.4	15.0	16.4
Derivative liabilities		3.5		3.5
Total liabilities		3.5		3.5

3/2012

EUR million	Level 1	Level 2	Level 3	Total
Investments at fair value through profit and loss			8.8	8.8
Other investments			1.2	1.2
Derivative assets		0.1		0.1
Total assets		0.1	10.1	10.2
Derivative liabilities		1.4		1.4
Total liabilities		1.4		1.4

12/2012

EUR million	Level 1	Level 2	Level 3	Total
Investments at fair value through profit and loss			9.7	9.7
Other investments			0.8	0.8
Derivative assets		0.4		0.4
Total assets		0.4	10.5	10.9
Derivative liabilities		2.3		2.3
Total liabilities		2.3		2.3

Fair value categories

Hierarchy level 1 includes financial assets that are publicly quoted in an active market. This category includes listed shares. Level 2 includes financial assets and liabilities measured using directly observable market inputs. All interest bearing debts and derivatives fall within this category. Level 3 includes financial assets and liabilities measured using non-market observable inputs. The asset classes in this category are unlisted equity investments and funds.

Investments, hierarchy level 3

EUR million	At fair value through profit and loss	Other
Book value, 31 Dec, 2011	8.9	1.2
Additions	0.0	
Decreases	0.0	-0.1
Change in fair value through profit and loss	0.0	
Book value, 31 Mar, 2012	8.8	1.2
Additions	0.2	
Decreases	0.0	-0.3
Change in fair value through profit and loss	0.6	
Book value, 31 Dec, 2012	9.7	0.8
Additions	0.1	0.0
Acquisitions	0.0	4.1
Change in fair value through profit and loss	0.3	
Book value, Mar 31, 2013	10.0	5.0

The investments at fair value through profit and loss include unlisted shares and unlisted funds. Unlisted shares are measured at cost since their fair value cannot be determined reliably. The fair value of unlisted funds is based on the market value reported by the fund. Changes in the fair value are booked in the income statement.

Other investments comprise of non-current receivables and they are measured at the lower of cost and fair value.

RELATED PARTY TRANSACTIONS

The dividend from Wärtsilä EUR 25.6 million is reported as Dividends received from associate in the Consolidated Statement of Cash Flows. The dividend was received during the first quarter of 2013.

ACQUISITIONS AND DIVESTMENTS

Acquisition of Royal Copenhagen

On January 4, 2013 Fiskars acquired 100% of the shares in Royal Copenhagen A/S and Royal Scandinavian Modern KK Japan from Royal Scandinavia A/S, whose controlling parent company was the Danish private equity group, Axcel. The total consideration payable (debt-free enterprise value) for the shares was DKK 490 million, equaling approximately EUR 66 million, less net debt and working capital adjustments as per closing of the transaction. The transaction was financed using Fiskars' existing credit programs.

Upon completion of the transaction, Royal Copenhagen became a part of Fiskars' Home business area. The acquisition is expected to have a positive effect on Fiskars Group's EBIT from 2013 onwards. As of the acquisition date, the consolidated statement of comprehensive income for the first quarter of 2013 includes EUR 14 million of net sales and EUR 0.1 million of profit for the period.

Until now, the acquisition-related costs paid for advisory and valuation services have totalled EUR 1.2 million. These costs have been included in item "Administration expenses" of the consolidated income statement. The initial accounting for the acquisition is incomplete, and therefore preliminary amounts for identifiable assets acquired and liabilities assumed are disclosed. Goodwill arising from the acquisition is estimated to amount to EUR 28 million, and is related to Fiskars' strengthening position in the Nordic countries, as well as in Asia, where Royal Copenhagen ranks among the leading brands selling premium dining products. Goodwill will not be deductible for income tax purposes.

The following table summarises the preliminary amounts of identifiable assets acquired and liabilities assumed at the acquisition date, as well as the preliminary amounts of the consideration transferred and arising goodwill:

EUR million

Non-current assets

Intangible assets (excl. goodwill)	22.1
Property, plant & equipment	10.9
Financial assets	4.2
Deferred tax assets	11.8

Non-current assets total **48.9**

Current assets

Inventories	7.8
Trade and other receivables	14.6
Cash and cash equivalents	2.7

Current assets total **25.1**

Non-current liabilities

Interest bearing liabilities	19.9
Non-interest bearing liabilities	1.5
Deferred tax liabilities	5.5
Pension liability and provisions	2.8

Non-current liabilities total **29.7**

Current liabilities

Interest bearing debt	4.3
Trade payables and other current liabilities	14.9

Current liabilities total **19.2**

Non-controlling interests* **0.8**

Net assets **24.3**

Consideration transferred 52.3

Goodwill 28.0

The acquired entities have been consolidated to the consolidated financial statements as of January 4, 2013.

* Non-controlling interests are measured at the non-controlling interest's proportionate share of the acquiree's identifiable net assets.

There have been no divestments in the reporting period.

The following divestment in 2012 have an impact on the comparability of the figures:

Sale of part of Wärtsilä shares

In April 2012, Fiskars' subsidiary Avlis AB sold 2.1% of the shares in Wärtsilä to Investor at a price of EUR 30.90 per Wärtsilä share, totaling approximately EUR 126.8 million. Fiskars holding in Wärtsilä amounts to 13.0% of the shares and votes. Wärtsilä will continue to form one of Fiskars' reported operating segments and to be treated as an associated company, as Fiskars considers that it continues to have a significant influence in Wärtsilä.

