A photograph of a person's legs from a low angle, wearing black leggings and bright red sneakers with yellow laces. The person appears to be running on a paved surface. A large, semi-transparent yellow circle is overlaid on the image, containing the report title. The number "3" is also overlaid on the image, positioned to the right of the yellow circle.

NYNAS INTERIM REPORT
1 JANUARY – 30 SEPTEMBER 2014

3



INTERIM REPORT

1 JANUARY – 30 SEPTEMBER 2014

Nynas AB (Publ.), corporate re. no 556029-2509, parent company for Nynas.

Nynas is a leading international group specialised in naphthenic specialty oils and bitumen.

CONTENTS

Important events, Key figures	2
President's comment	3
Market and economic conditions	4
Financial overview	5
Segment information	6
Cash flow	7
Financial position	8

THIRD QUARTER SIGNIFICANT EVENTS AND SUMMARY

- ▶ Net sales amounted to SEK 7,019 million (6,500), an increase of 8 percent.
- ▶ Operating result before depreciation (EBITDA) and excluding non-recurring items reached SEK 515 million (356 million).
- ▶ In September Nynas announced the intent to close its Nynas NV Continental Europe bitumen business. The business has been loss-making during the last years and Nynas sees no immediate realistic option for improvements. The final decision to close was announced on November 18. Despite the changes announced, Nynas will continue to supply bitumen to customers in the Continental European bitumen market who value Nynas quality product.
- ▶ In the UK an agreement was concluded in September with Imperial Tankers Ltd. to take over Nynas bitumen distribution services as per 1 October 2014.

Nynas Consolidated Group

Income statement and statement of comprehensive income	10
Statement of financial positions	11
Statement of changes in equity	13
Cash flow statement	14
Condensed financial statements for parent company	15
Notes	16

KEY FIGURES

MSEK	Jul-Sept		Jan-Sept		Full Year 2013
	2014	2013	2014	2013	
Net sales	7,019	6,500	17,537	14,816	19,527
Operating result before depreciation (EBITDA) ¹	515	356	991	420	533
Cash flow from operating activities	121	141	-314	-1,026	50
Cash flow before financing activities	-10	101	-706	-1,154	174
Capital expenditures	131	39	387	137	227
Net debt			3,965	4,526	3,407
Working capital			4,163	4,944	3,606
Return on average capital employed (12 months rolling)			9.4	2.2	1.8
Number of full-time employees			929	890	872

1) Excluding non-recurring items

“Third quarter results have exceeded our expectations!”



PRESIDENT'S COMMENT

Third quarter results have exceeded our expectations and have confirmed the positive trend in our business already evident in the first half of this year.

Both our Naphthenics and Bitumen segments have contributed to this positive development as well as the savings from our efficiency program. Naphthenic specialty oils showed moderate growth given the overall global economic activity and the political tensions in many regions. Our bitumen business developed well in the UK and most countries in Scandinavia, however results remained unsatisfactory in Continental Europe.

As a consequence we announced in early September our intention to exit from that loss-making part of our bitumen business. Following consultation with the unions and employee representatives the decision to close was taken and communicated in mid November. We will try to mitigate as

far as possible the negative consequences for an anticipated 35-40 affected employees. Despite the changes, Nynas will continue to supply bitumen to customers in the Continental European bitumen market who value Nynas' quality product.

Given the seasonality of our bitumen business the spring and the summer quarters are the two main contributors for our annual income. Nevertheless, the overall operational result of SEK 991 million (EBITDA) before non-recurring items for the first nine months is the best result in four years and underpins the strong recovery of Nynas in 2014 so far.

Stockholm 23 November 2014

Gert Wendroth
President, Nynas AB



MARKET AND ECONOMIC CONDITIONS

In the Eurozone manufacturing activity during the third quarter showed something of a mixed picture with the growth of new business the weakest since October 2013. US manufacturing job creation hit a two-and-a-half year high, with September data pointing to another positive month for the US manufacturing sector. Strong rates of output and new order growth underpinned the fastest expansion of payroll numbers for two-and-a-half years. Emerging market growth in the third quarter was the best since Q1 2013, with growth in China and India increasing at the fastest rate since early 2013, and Brazil

showing signs of lifting out of its recession. The overall pace of growth in the emerging markets however remains only modest and below pre-crisis rates.

Bitumen demand picked up well during the year in the Nordic market and in particular in the UK whereas the Continental market remained fairly depressed.

Raw material prices remained volatile with crude oil falling sharply in the third quarter. The consensus among oil price experts indicates a price for Brent below USD 90 per barrel for the coming months.

FINANCIAL OVERVIEW

Net sales

Net sales reached SEK 7,019 million (6,500 million) during the third quarter, an increase of 8 percent mainly driven by the higher EUR and USD exchange rate.

EBITDA

EBITDA excluding non-recurring items amounted to SEK 515 million (356 million) in the third quarter, driven by better margins and savings from the internal efficiency program.

Financial items

Financial items totaled SEK -63 million (-88 million) of which SEK -50 million (-55 million) related to net interest expenses.

Non-recurring items

Non-recurring items affecting the result totaled SEK -162 million. This amount is mainly related to the intention to close the Nynas NV Continental Europe bitumen business and restructuring costs driven by the internal efficiency program.

Income tax

Income taxes increased to SEK -101 million (-65 million). The effective tax rate was 52 percent (40). The effective tax rate has been impacted by the restructuring reserve in Nynas NV, giving tax losses without corresponding capitalisation of deferred tax.

MSEK	Jul - Sept		Jan - Sept		Full Year 2013
	2014	2013	2014	2013	
Net sales	7,019	6,500	17,537	14,816	19,527
Operating result (EBITDA)	515	356	991	420	533
Depreciation	-98	-96	-281	-273	-398
Non-recurring items incl write-down assets ¹	-162	-7	-200	-19	-156
EBIT after non-recurring items	255	253	510	128	-22
Net financial items	-63	-88	-210	-190	-264
Profit/loss before tax	193	165	299	-62	-286
Tax	-101	-65	-157	4	-20
Profit/loss for the year/period	92	99	143	-58	-305

1) Non-recurring items included in the 2013 result relates primarily to the conversion of the Dundee refinery to a supply depot.

SEGMENT INFORMATION

Naphthenics

Sales continued at a stable level in most European countries; however sales in France were negatively affected by factory closures and sales in Russia and Ukraine remained at a low level due to the on-going political crisis.

In the Americas, sales were influenced by the overall slow-down in economic activity in South America, especially in Brazil due to the FIFA World Cup and the Presidential elections. This was particularly evident in the automotive segment, affecting sales to the lubricants industry.

Nynas increased its sales of tyre oils in AMEA (Asia, Middle East and Africa), especially in China. Several new projects were won to supply transformer oil to Japanese OEMs. Sales in the Middle East and Turkey are still suffering from the on-going crises in the region.

Net sales reached SEK 3,147 million (2,690 million) for the quarter and EBITDA SEK 264 million (169 million) reflecting both volume growth and improved margin levels compared to last year.

Bitumen

Demand in the Nordic market picked up during the third quarter with Nynas' sales developing well in the Baltics and Denmark, as well as in Finland. Sweden and Norway showed stable volumes. The UK saw a strong third quarter while the Continental business remained behind expectations in in both volume and margins.

Net sales of SEK 4,140 million was 2,4% below last years third quarter. EBITDA however increased by 22% to 265 million also driven by a larger share of high quality bitumen products.

SEGMENT BUSINESS AREA

MSEK	Jul - Sept		Jan - Sept		Full Year 2013
	2014	2013	2014	2013	
NET SALES					
NAPHTHENICS					
External sales	2,496	2,017	7,541	5,724	7,628
Internal sales	651	673	1,560	1,720	2,077
NET SALES NAPHTHENICS	3,147	2,690	9,101	7,444	9,705
BITUMEN					
External sales	3,853	3,924	8,410	7,929	10,299
Internal sales	287	318	634	512	802
NET SALES BITUMEN	4,140	4,242	9,044	8,441	11,101
OTHER/ELIMINATIONS					
External sales ¹	670	559	1,586	1,163	1,600
Eliminations	-938	-991	-2,194	-2,232	-2,879
NET SALES OTHER	-268	-432	-608	-1,069	-1,279
TOTAL NET SALES	7,019	6,500	17,537	14,816	19,527
EBITDA					
Naphthenics	264	169	612	421	564
Bitumen	265	217	394	79	115
Other/eliminations	-14	-30	-15	-80	-147
TOTAL EBITDA²	515	356	991	420	533

1) Other net sales relates mainly to crude sales.

2) Excluding non-recurring items.



CASH FLOW

Free cash flow from operating activities totalled SEK 232 million (241 million) during the third quarter.

The higher EBITDA generation was offset by higher taxes paid during the third quarter. The seasonal effect of working capital built up during the quarter remained at the same level in the previous period last year.

Cash capital expenditures totalled SEK 131 million (39 million) for the third quarter. The increased expenditure reflects the initial stage of the Harburg refinery take-over and conversion project.

STATEMENT OF CASH FLOWS

MSEK	Jul - Sept		Jan - Sept		Full Year 2013
	2014	2013	2014	2013	
Cash flow from operating activities before changes in working capital	232	241	484	226	50
Change in working capital	-111	-100	-798	-1,252	124
CASH FLOW FROM OPERATING ACTIVITIES	121	141	-314	-1,026	174
Cash flow from investing activities	-131	-40	-392	-128	-205
CASH FLOW AFTER INVESTING ACTIVITIES	-10	101	-706	-1,154	-31

FINANCIAL POSITION

The seasonal pattern of Nynas' bitumen business is reflected in the development of the financial position during the financial year. Management of inventories less crude payable and account receivables is a focus area, and working capital at the end of September 2014 decreased by SEK 781 million compared to the same period previous year.

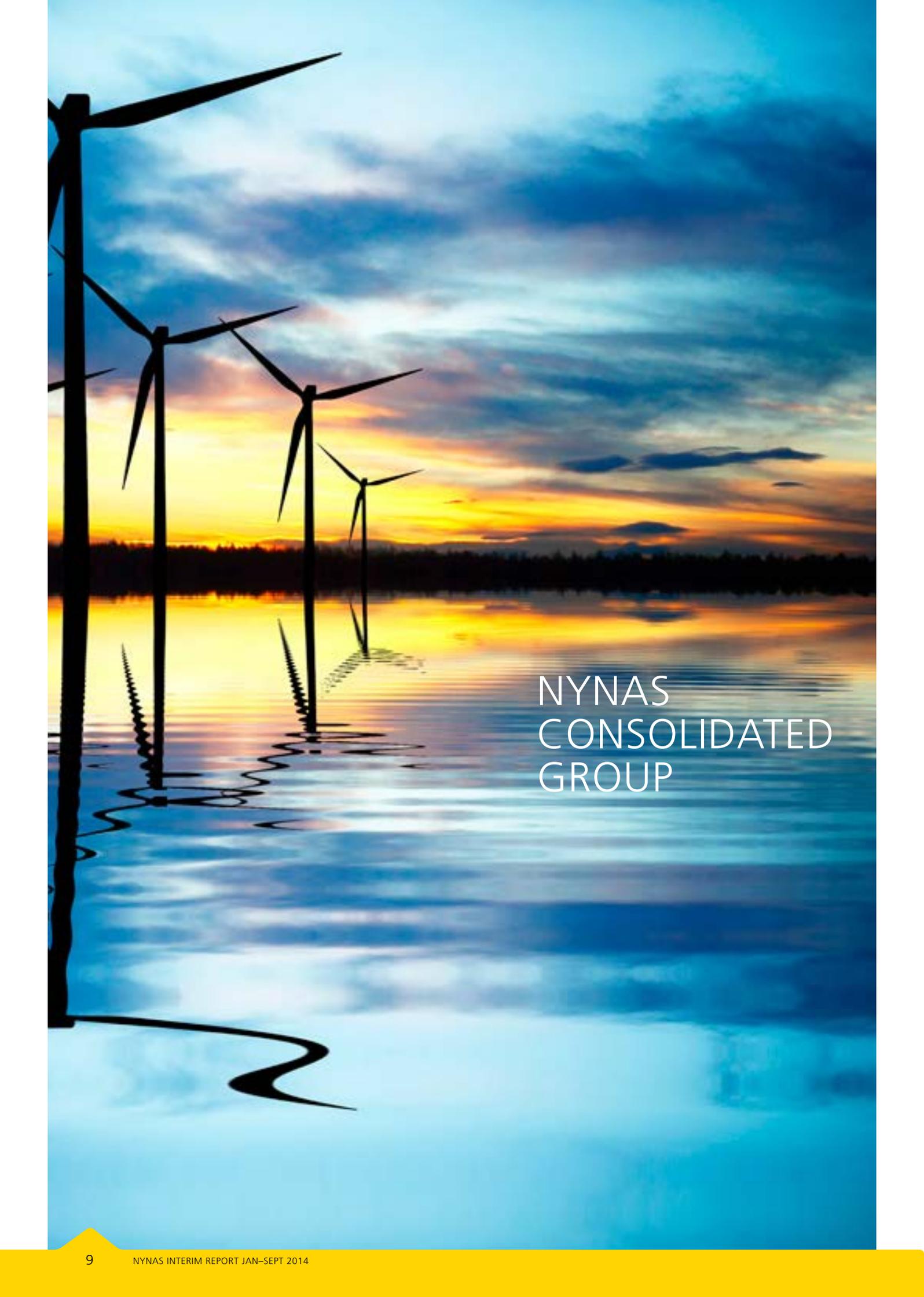
The net debt at the end of September reached SEK 3,965 million, which is a reduction of SEK 561 million compared to the same period last year. The development was driven by the efficiency measures in managing the working capital.

In June 2014, a four-year SEK 650 million corporate bond was successfully launched by Nynas in the Nordic bond market. The purpose of raising these funds is to refinance an existing US private placement facility with maturity in October 2014.

Cash and bank deposits increased by SEK 488 million compared with the same period last year, primarily reflecting the bond proceeds designated to repay the US private placement.

BALANCE SHEET

MSEK	30 Sep 2014	30 Sep 2013	31 Dec 2013
Tangible and intangible assets	3,982	3,492	3,401
Financial assets	358	204	251
Inventory	4,239	4,272	3,039
Current receivables	3,326	3,296	1,926
Cash and bank deposit	1,019	531	938
TOTAL ASSETS	12,924	11,795	9,554
Equity	3,352	3,459	3,218
Long-term interest-bearing liabilities	4,185	5,026	3,675
Long-term non-interest-bearing liabilities	289	395	326
Long term non-interest-bearing provisions	690	236	269
Current interest-bearing liabilities	799	31	669
Current non-interest-bearing liabilities	3,403	2,624	1,359
Short term non-interest-bearing provisions	206	24	39
TOTAL EQUITY & LIABILITIES	12,924	11,795	9,554
NET DEBT	3,965	4,526	3,407
WORKING CAPITAL	4,163	4,944	3,606

A photograph of several wind turbines in silhouette against a vibrant sunset sky. The sun is low on the horizon, casting a golden glow that reflects on the calm water in the foreground. The sky is filled with soft, colorful clouds in shades of blue, orange, and yellow. The turbines are arranged in a line, receding into the distance, with their reflections clearly visible in the water.

NYNAS
CONSOLIDATED
GROUP

INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME

MSEK	GROUP				
	Jul - Sept 2014	Jul - Sept 2013	Jan - Sept 2014	Jan - Sept 2013	Full Year 2013
INCOME STATEMENT					
Net sales	7,019	6,500	17,537	14,816	19,527
Cost of sales	-5,987	-5,534	-14,938	-12,763	-16,975
GROSS RESULT	1,032	966	2,599	2,053	2,552
Other income and value changes	65	32	21	11	-14
Distribution costs	-660	-670	-1,880	-1,803	-2,372
Administrative expenses	-36	-36	-88	-111	-202
Share of profit/loss of joint ventures	6	6	18	16	22
Other operating income	103	83	222	182	283
Other operating expenses	-255	-128	-382	-220	-291
OPERATING RESULT	255	253	510	-128	-22
Finance income	22	14	48	45	64
Finance costs	-84	-102	-258	-234	-328
NET FINANCIAL ITEMS	-63	-88	-210	-189	-264
PROFIT BEFORE TAX	193	165	299	-62	-286
Tax	-101	-65	-157	4	-20
PROFIT FOR THE YEAR/PERIOD	92	99	143	-58	-305
STATEMENT OF COMPREHENSIVE INCOME					
Profit for the year/period	92	99	143	-58	-305
Other comprehensive income:					
Items that will be reclassified to the income statement					
Translation differences	54	-23	134	-65	-46
Currency hedges	-100	8	-112	9	-7
Income tax associated with currency hedges	22	-2	25	-2	2
Cash flow hedges	57	-11	-13	-3	-4
Income tax associated with cash flow hedges	-12	3	3	1	1
TOTAL AMOUNT THAT WILL BE RECLASSIFIED TO THE INCOME STATEMENT	21	-25	37	-60	-55
Items that will not be reclassified to the income statement					
Actuarial gains/losses pensions	-63	-	-63	28	28
Income tax associated with actuarial gains/losses pensions	17	-	17	-7	-7
TOTAL AMOUNT THAT WILL NOT BE RECLASSIFIED TO THE INCOME STATEMENT	-46	-	-46	21	21
Other Comprehensive Income for the year/period, net after tax	-25	-25	-9	-39	-34
COMPREHENSIVE INCOME	67	74	134	-97	-339
Attributable to owners of the Parent Company	67	74	134	-97	-339

STATEMENT OF FINANCIAL POSITION

GROUP

MSEK	30 Sept 2014	30 Sept 2013	31 Dec 2013
ASSETS			
FIXED ASSETS			
INTANGIBLE ASSETS			
Goodwill	8	8	8
Supply contracts/customer lists	0	2	2
Computer software	47	70	64
TOTAL INTANGIBLE ASSETS	55	80	73
TANGIBLE ASSETS			
Land and buildings	252	262	252
Plant and machinery	3,434	2,174	2,690
Equipment	75	108	130
Construction in progress	166	868	256
TOTAL TANGIBLE ASSETS	3,927	3,412	3,328
FINANCIAL ASSETS			
Investments in associates	101	77	74
Other long-term receivables	13	2	2
Deferred tax assets	244	126	175
TOTAL FINANCIAL ASSETS	358	204	251
TOTAL FIXED ASSETS	4,341	3,696	3,652
CURRENT ASSETS			
Inventories	4,239	4,272	3,039
Account receivables	2,775	2,714	1,575
Receivables from joint ventures	0	0	0
Derivative instruments	101	51	47
Tax receivables	51	58	48
Other current receivables	225	338	147
Prepayments and accrued income	173	133	109
Cash and cash equivalents	1,019	531	938
TOTAL CURRENT ASSETS	8,583	8,099	5,902
TOTAL ASSETS	12,924	11,795	9,554

STATEMENT OF FINANCIAL POSITION

GROUP

MSEK	30 Sept 2014	30 Sept 2013	31 Dec 2013
EQUITY AND LIABILITIES			
EQUITY			
Share capital	68	68	68
Reserves	-228	-225	-219
Retained earnings, incl. profit for the year/period	3,512	3,616	3,369
TOTAL EQUITY	3,352	3,459	3,218
LONG-TERM LIABILITIES			
INTEREST-BEARING LIABILITIES			
Liabilities to credit institutions	3,880	4,832	3,500
Provisions for pensions	305	194	174
TOTAL LONG-TERM INTEREST-BEARING LIABILITIES	4,185	5,026	3,675
NON-INTEREST-BEARING LIABILITIES			
Other long-term liabilities	33	21	22
Derivative instruments	29	74	77
Deferred tax liability	227	300	228
Provisions for pensions	2	3	3
Other provisions	688	233	266
TOTAL LONG-TERM NON-INTEREST-BEARING LIABILITIES	979	631	595
TOTAL LONG-TERM LIABILITIES	5,164	5,657	4,270
CURRENT LIABILITIES			
INTEREST-BEARING LIABILITIES			
Liabilities to credit institutions	799	31	669
TOTAL CURRENT INTEREST-BEARING LIABILITIES	799	31	669
NON-INTEREST-BEARING LIABILITIES			
Accounts payable	879	522	693
Liabilities to joint ventures	16	14	13
Derivative instruments	174	61	80
Tax liabilities	138	84	71
Other current liabilities	267	347	117
Accrued liabilities and deferred income	1,930	1,596	385
Other provisions	206	24	39
TOTAL CURRENT NON-INTEREST-BEARING LIABILITIES	3,609	2,648	1,398
TOTAL CURRENT LIABILITIES	4,408	2,679	2,067
TOTAL EQUITY AND LIABILITIES	12,924	11,795	9,554

STATEMENT OF CHANGES IN EQUITY

GROUP

MSEK	Share capital	Defined benefit pension plans	Cash flow hedges	Currency hedges	Translation reserve	Retained earnings	Total equity
EQUITY AT 31 DEC 2012	68	-95	-39	26	-77	3,675	3,557
Profit for the year	-	-	-	-	-	-305	-305
Other comprehensive income	-	21	-3	-6	-46	-	-34
COMPREHENSIVE INCOME	-	21	-3	-6	-46	-305	-339
DIVIDEND PAID	-	-	-	-	-	-	-
CLOSING EQUITY AT 31 DEC 2013	68	-74	-42	21	-123	3,369	3,218
Profit for the period	-	-	-	-	-	143	143
Other comprehensive income	-	-46	-10	-87	134	-	-9
COMPREHENSIVE INCOME	-	-46	-10	-87	134	143	134
DIVIDEND PAID	-	-	-	-	-	-	-
CLOSING EQUITY AT 30 SEPT 2014	68	-120	-52	-66	11	3,512	3,352

CASH FLOW STATEMENT

	GROUP				
MSEK	Jul - Sept 2014	Jul - Sept 2013	Jan - Sept 2014	Jan - Sept 2013	Full Year 2013
OPERATING ACTIVITIES					
Profit after financial items	193	168	299	-62	-286
Reversal of non-cash items	176	110	296	253	453
Taxes paid	-138	-37	-112	35	-118
CASH FLOW FROM OPERATING ACTIVITIES BEFORE CHANGES IN WORKING CAPITAL	232	241	484	226	50
WORKING CAPITAL					
Operating receivables (increase -)	-25	446	-1,598	-1,332	12
Inventories (increase -)	-46	-4	-1,126	-868	360
Operating liabilities (increase +)	-40	-542	1,926	948	-248
CHANGES IN WORKING CAPITAL	-111	-100	-798	-1,252	124
CASH FLOW FROM OPERATING ACTIVITIES	121	141	-314	-1,026	174
INVESTING ACTIVITIES					
Acquisition of intangible assets	-	-4	-	-4	-6
Acquisition of tangible fixed assets	-131	-35	-387	-133	-221
Investment in financial assets	-	-	-5	9	22
Disposal/reduction of financial assets	-	-1	-	-	-
CASH FLOW FROM INVESTING ACTIVITIES	-131	-40	-392	-128	-205
FINANCING ACTIVITIES					
Change in pension liability	53	-2	130	-2	-
Proceeds from borrowings	-653	-250	482	932	176
CASH FLOW FROM FINANCING ACTIVITIES	-600	-252	612	930	176
CASH FLOW FOR THE YEAR/PERIOD	-610	-151	-94	-223	145
CASH & CASH EQUIVALENTS AT BEGINNING OF YEAR/PERIOD	1571	713	938	739	739
Exchange differences	58	-31	175	15	54
CASH & CASH EQUIVALENTS AT END OF YEAR/PERIOD	1,019	531	1,019	531	938

CONDENSED FINANCIAL STATEMENTS FOR THE PARENT COMPANY

PARENT					
MSEK	Jul - Sept 2014	Jul - Sept 2013	Jan - Sept 2014	Jan - Sept 2013	Full Year 2013
CONDENSED INCOME STATEMENT					
Net sales	5,224	5,129	14,031	11,768	14,800
OPERATING RESULT	233	-14	283	-266	-342
Finance income	184	187	257	299	414
Finance costs	-144	-67	-404	-198	-364
NET FINANCIAL ITEMS	40	120	-147	101	50
Appropriations	-	-	-	-	339
PROFIT BEFORE TAX	273	106	137	-165	47
Tax	23	7	28	-2	47
PROFIT FOR THE YEAR/PERIOD	296	113	165	-167	94

PARENT			
MSEK	30 Sept 2014	30 Sept 2013	31 Dec 2013
CONDENSED BALANCE SHEET			
Fixed assets	4,353	4,227	4,375
Inventories	3,318	2,601	2,137
Current receivables	3,321	3,722	2,085
Cash and cash equivalents and short-term investments	729	261	690
TOTAL ASSETS	11,721	10,811	9,287
Equity	1,809	1,395	1,655
Untaxed reserves	965	1,304	965
Long-term interest-bearing liabilities	4,028	4,973	3,643
Long-term non-interest-bearing liabilities	305	349	338
Current interest-bearing liabilities	1,923	877	1,662
Current non-interest-bearing liabilities	2,691	1,913	1,024
TOTAL EQUITY AND LIABILITIES	11,721	10,811	9,287

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1 COMPANY INFORMATION

Nynas Group comprises the parent company Nynas AB (publ), its subsidiaries and holdings in joint ventures. The parent company is incorporated in Sweden and its registered office is in Stockholm. The address of the Head Office is Lindetorpsvägen 7, SE-121 63 Johanneshov. Nynas AB is 49.999 per cent owned by Neste Oil AB, reg. no. 556232-3906, registered office Stockholm, Sweden, and

50.001 per cent by PDV Europa B.V., reg. no. 27133447, registered office The Hague, Netherlands. Neste Oil AB is part of a group in which Neste Oil Oyj, reg. no. FI 18523029 with registered office in Espoo, Finland, is the ultimate parent. PDV Europa B.V. is part of a group in which Petróleos de Venezuela S.A., reg. no. 73023, registered office Caracas, Venezuela, is the ultimate parent.

NOTE 2 ACCOUNTING & VALUATION POLICIES

As in the annual accounts for 2013, Nynas consolidated financial statements of and for the nine-month period ended 30 September 2014, have been prepared in accordance with International Financial Reporting Standards (IFRSs) and, given the nature of Nynas transactions, with IFRSs as adopted by the European Union. The parent company Nynas AB's financial statements have been prepared in accordance with the Swedish Annual Reports Act as well as standard RFR 2 Accounting for Legal Entities and other statements issued by the Swedish Financial Reporting Board. This report has been pre-

pared in accordance with IAS 34 Interim Financial Reporting. The accounting policies adopted are consistent with those of the previous financial year. There are no new IFRS standards, adopted by the EU, or IFRIC statements which will have a significant impact on the Group's earnings and financial position during 2014. Further information is provided in the description of accounting policies in the Annual Report for 2013.

All amounts in this report are presented in SEK millions, unless otherwise stated. Rounding differences may occur.

NOTE 3 SUSTAINABILITY

Nynas is not a typical oil company. More than 80 per cent of its products are non-fuel products. While the vast majority of oil refineries are producing oil with the purpose of burning it as fuel, Nynas' business model is based on non-fuel applications. This means that Nynas oil is produced to be taken further and developed into products used in a broad range of applications. The core products have long lifespans and are recyclable. For example, bitumen in normal use could be fully recycled once it has reached its end of life. Transformer oil, which is another of Nynas' key products, is also recyclable as it can be re-refined and used again.

As presented in recent annual reports, the Group is committed to remediating an area within the Nynäshamn refinery site containing

an historic deposit of acid tar. Acid tar pits have been and are still a common problem in old refinery areas. This specific acid tar pit (identified as J3/J4 area) is unusually acidic and high in sulphur content. The Group has previously submitted a final remediation plan to the Swedish Land and Environmental Court and has been awaiting the approval from the Court. On 18 June 2014, the court presented its ruling that Nynas may proceed with the clean-up action in line with the presented plan (subject to two minor modifications). The estimated remediation costs are provided for in the financial statements of the Group. Appeal petitions against the ruling have been filed and will be reviewed by the Court.

NOTE 4 SEASONAL VARIATIONS

Nynas operations in bitumen show seasonal variations particularly in the Nordic area. The main part of net sales and operating result is generated in the second and third quarters. During a rolling

twelve month period ending 30 September net sales amount to SEK 22,237 million and operating result (EBITDA) to SEK 1,104 million.

NOTE 5 LOAN FINANCING AND CREDIT RATING

The underlying operating cash flow continued to be positive also in the third quarter of 2014.

Nynas has not taken up any new funding during the third quarter.

NOTE 6 INVESTMENTS

MSEK	Jul - Sept 2014	Jul - Sept 2013	Jan - Sept 2014	Jan - Sept 2013	Full Year 2013
CASH CAPEX ONGOING BUSINESS	83	37	215	135	227
ACQUISITIONS AND OTHER INVESTMENTS					
Cash Capex	47	–	172	–	–
Commitment Capex	459	–	459	–	–
TOTAL	589	37	846	135	227

NOTE 7 BUSINESS COMBINATIONS

Harburg Refinery

Nynas has entered into an agreement with Shell to acquire majority of the Harburg refinery. The scope of the transfer comprises two phases. Phase 1 covers the sale of the southern section, Base Oil Manufacturing Plant (BOMP). Phase 2 covers the sale of the northern part of the refinery.

The takeover of the southern section took place on 1 January 2014. At this time Nynas took full control and responsibility for the operations of the BOMP. At the takeover all relevant Shell staff working at the BOMP was transferred to Nynas (approx. 80 employees).

The takeover of the northern part is preliminary scheduled to take place on 31 December 2015 / 1 January 2016, subject to fulfilment of terms and conditions by the parties.

MSEK	Harburg Refinery 30 Sept 2014
COST OF COMBINATION	
Cash consideration	110
Commitment consideration	413
TOTAL COST OF COMBINATION	523
FAIR VALUE OF NET ASSETS ACQUIRED	
Property, plant and equipment	631
Deferred tax assets	34
Total assets acquired	665
Provision for pensions	-74
Other provisions	-68
Total liabilities assumed	-142
TOTAL FAIR VALUE OF NET ASSETS ACQUIRED	523
Goodwill	0

NOTE 8 REPORTING OF FINANCIAL INSTRUMENTS

Financial assets and liabilities in the statement of financial position are measured at fair value, apart from loans and receivables and other financial liabilities not designated as hedged items. Loans and receivables and other financial liabilities not designated as hedged

items, are measured at amortised cost. Fair value disclosures are not required when the carrying amount is an acceptable approximation of the fair value. This applies to other items in the categories loans and receivables and other financial liabilities.

MSEK	30 Sept 2014		31 Dec 2013	
	Carrying value	Fair value	Carrying value	Fair value
Accounts receivable	2,775	2,775	1,575	1,575
Short-term derivatives	101	101	47	47
Other current receivables	225	225	147	147
Prepaid expenses and accrued income	173	173	109	109
Cash and cash equivalents	1,019	1,019	938	938
FINANCIAL ASSETS	4,293	4,293	2,816	2,816
Long-term liabilities to credit institutions	3,880	3,880	3,500	3,500
Short-term liabilities to credit institutions	799	799	669	669
Accounts payable	879	879	693	693
Joint venture liabilities	16	16	13	13
Long-term derivatives	29	29	76	76
Short-term derivatives	174	174	80	80
Other current liabilities	267	267	117	117
Accrued liabilities and deferred income	1,930	1,930	385	385
FINANCIAL LIABILITIES	7,974	7,974	5,533	5,533

NOTE 9 IMPORTANT EVENTS AFTER REPORTING PERIOD

Nynas' corporate bond was listed on NASDAQ OMX at 17 October 2014, which was issued in June 2014. The bond is issued for a total amount of SEK 650 million with a final maturity in June 2018.

In September Nynas announced the intent to close its Nynas NV Continental Europe bitumen business. On November 18 the decision to close was announced. The decision was made after the final-

isation of the consultation process with the union representatives. In the Bitumen Continental business, including the support functions, 35 – 40 employees will be affected. The next step is to initiate negotiations with the union representatives about a Social plan for the affected employees. Despite the changes announced, Nynas will continue to supply bitumen to customers in the Continental European bitumen market who value Nynas quality product.

Assurance

The President and CEO hereby certify that this report for the third quarter provides a true and fair view of the operations, financial position and earnings of the Group.

The report has not been reviewed by Nynas auditors.

Stockholm, 24 November 2014

Gert Wendroth
President and CEO



Nynas AB

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