

The Cable Segment's turnover grew significantly, operating profit was lower than year ago.

January-June

- The Group's turnover was EUR 58.0 million (50.2 million).
- The operating result was EUR 2.3 (3.9) million.
- The operating result of the Cable Segment was EUR 3.0 (4.3) million.
- The Group's result for the period was EUR 1.2 (2.3) million.

MANAGING DIRECTOR RALF SOHLSTRÖM:

We succeeded well with loading our factories during the first quarter of the year. During the second quarter of the year the delays of underground cable installation projects caused transfer of deliveries. Due to that the turnover increased less than targeted as part of the deliveries were postponed to the third quarter of the year. The turbulence of the raw material prices, started last fall, has increased uncertainty in the market. The actual sales margin remained lower than expected. The made price increases are expected to affect positively the development of profitability during the second half of the year.

We have put efforts into marketing and product development. The launch of the new installation cable family LiteRex has been received well in the market due to the safety, ease of use and environmentally-friendliness of the products. In addition, Reka Cables started to make fire resistant classified cables according to the CPR directive by July 1st 2017.

KEY FIGURES

	1-6/2017	1-6/2016	1-12/2016
Turnover, EUR million	58.0	50.2	101.0
Operating result, EUR million	2.3	3.9	5.9
Result for the period, EUR million	1.2	2.3	3.3
Earnings per share, EUR	0.20	0.38	0.55
ROI, %	20.4	7.8	22.6
IAS 19 corrected Equity ratio, %	23.3	19.1	22.0

TURNOVER AND OPERATING RESULT

Neo Industrial Group's turnover consisted of the Cable segment's turnover, totalling EUR 58.0 million (50.2).

The operating result was EUR 2.3 million (3.9). Due to a delay in including the increase of raw material prices to the sales prices the operating result during review period was lower than year ago.

The Group's result for the review period was EUR 1.2 million (2.3).

BALANCE SHEET AND FINANCING

At the end of the review period, the balance sheet totalled at EUR 46.1 million (45.0). On 31 December 2016 the balance sheet totalled at EUR 44.2 million. The balance sheet increased due round 1.5 million higher inventory and increase of interest-free liabilities. The financial liabilities continued to decrease from previous year.

SEGMENTS

Cable segment

	1-6/2017	1-6/2016	Change
Turnover, EUR million	58.0	50.2	15.7 %
Operating result, EUR million	3.0	4.3	-30.3 %

The Cable Segment's turnover for the review period was EUR 58.0 million (50.2 million). The operating result was EUR 3.0 million (4.3).

The sales volumes in the cable market of Nordic countries, the main market area of Reka Cables Ltd, increased significantly from the previous year. The sales volumes in other markets decreased from the previous year.

At the end of the review period the raw material EUR prices of aluminium were higher compared to the end of last year. The copper EUR prices were slightly lower at the end of the review period but on average during the review period there were higher compared to the price level at the last turn of the year.

The turnover for Nestor Cables Ltd, an associated company of the Cable Segment, was EUR 15.1 million (13.6) during the review period. The operating result was positive and improved from the previous year. The value of the shares of Nestor Cables Ltd in the consolidated balance sheet is zero due to the cumulative results of the previous years, and its share of the 2017 result is not taken into account in the Group's figures.

INVESTMENTS

During the review period, investments totalled EUR 0.9 million (0.9), of which the Cable Segment represented EUR 0.9 million (0.9).

PERSONNEL

In January–June, the Group employed an average of 272 (268) people. At the end of the review period, the personnel of the Group was 278 employees (269), of which 277 (268) represented the Cable Segment.

ANNUAL GENERAL MEETING DECISIONS

Neo Industrial's Annual General Meeting (AGM) was held in Helsinki on 30 March 2017.

The AGM approved the Board's proposal that no dividends be paid for 2016 and assets from the non-restricted equity of the company will be distributed to the shareholders of the company for EUR 0.04 per share.

The AGM approved the 2016 financial statements and discharged the Board of Directors and CEO from liability for the year 2016.

The AGM approved the annual remuneration of EUR 10,000 for the members of the Board of Directors, EUR 12,500 for the chairman of the Board and an attendance remuneration of EUR 600 per each meeting for the Board and the committees, and that the members of the Board are compensated for their travel expenses.

Circa 40 per cent of the annual remunerations will be paid by the shares of the company. Transfer to the shares is made by using the average share price of Neo Industrial Plc's B-share in May 2017 and the shares will be handed over in June 2018.

The AGM approved that the members of the Board be paid a bonus based on the development of the company's B share price, the amount of which is EUR 1,000 for the chairman of the Board and EUR 500 for the ordinary members of the Board, multiplied by annual return based on the share price development of Neo Industrial Plc's class B share (average share price in May 2018 - average share price in May 2017). Should the annual return exceed 50 per cent, the bonus shall be paid in accordance with 50 per cent. So the highest multiplier when counting remuneration is 50.

Circa 40 per cent of the bonuses will be paid by the shares of the company. Transfer to the shares is made by using the average share price of Neo Industrial Plc's B-share in May 2018 and the shares will be handed over in June 2018.

In addition, the AGM approved the proposal of the Board that the auditors' fees be paid as per invoice.

The AGM approved the proposal that the number of members of the Board shall be four (4) and nominated the following persons be elected to the Board: Markku E. Rentto, chairman; Jukka Koskinen, deputy chairman and Marjo Matikainen-Kallström and Ari Järvelä as members of the Board. No deputy members were elected.

The AGM approved the proposal that Authorized Public Accountants KPMG Ltd, with Authorized Public Accountant Lasse Holopainen as the responsible auditor, be elected as the auditor of the company for a term that expires at the end of the AGM of 2018.

The AGM approved the Board's proposal to resolve, within the meaning of chapter 4, section 10(2) of the Finnish Limited Liability Companies Act, that the rights to shares in the book-entry system and the rights carried by the shares will be forfeited with regards to the shares in the joint account and that the aforementioned shares shall be passed to the company. Related shares were transferred to the company during May 2017.

The AGM approved the Board's proposal that it be authorized to decide on acquisition of the company's own shares by using the assets from the company's distributable funds so that the maximum number of class B shares to be acquired is 588,076. The proposed amount corresponds to approximately 9.77 percent of all the shares in company and in total ten percent of the company's class B shares.

The shares will be acquired through public trading arranged by NASDAQ Helsinki in accordance with its rules, and the consideration to be paid for the shares to be acquired must be based on market price. The company may acquire B class shares directly from a shareholder other than its major owner, by entering into a contractual trade, provided that the number of class B shares to be acquired via contractual trade is at least 15,000 and that the consideration to be paid for the shares is equal to the prevailing market price in NASDAQ Helsinki at the time of the acquisition. When carrying out the acquisition of the company's own shares, derivatives, share lending and other contracts customary to the capital markets may be entered into within the limits set by law and regulations.

The authorization entitled the Board to decide on the acquisition in a proportion other than that of the shares held by the shareholders (directed acquisition).

The Board is entitled to decide on all other matters pertaining to the acquisition of the company's own shares.

The authorization remains in force until the next AGM.

SHARES AND SHARE CAPITAL

Neo Industrial Plc's share capital is divided into A and B shares. On 30 June 2017, its total share capital was EUR 24,082,000 and the number of shares was 6,020,360. The total number of shares includes 109,271 shares held by Neo Industrial. The holding represents 1.8% of the company's share capital and 1.3% of the votes. The company held no A shares. Neo Industrial Plc's B shares (NEO1V) are listed on the main list of NASDAQ Helsinki.

Company shares	30/6/2017	30/6/2016
Company share capital (EUR)	24,082,000	24,082,000
A shares (20 votes per share)	139,600	139,600
B shares (1 vote per share)	5,880,760	5,880,760
Total	6,020,360	6,020,360
B shares held by the company	109,271	16,470

On January-June, a total of 2,290,043 (345,267) of Neo Industrial Plc's B shares were traded on NASDAQ Helsinki, representing 38.9% (5.9%) of the total number of shares. At the end of trading on 30 June 2017 the share price was EUR 9.70 (1.80), and the average share price for the review period was EUR 7.67 (1.90). The lowest quotation in January-June was EUR 4.75 (1.52), with the highest being EUR 11.20 (2.40). The company's market capitalisation was valued at EUR 58.0 million (10.8) on 30 June 2017.

ACQUISITION OF OWN SHARES

Neo Industrial did not exercise its authorisation to acquire the company's own shares.

GROUP STRUCTURE AND SHAREHOLDERS

Neo Industrial Plc is the parent company of the Group which includes the Neo Industrial's wholly owned subsidiaries Novalis Plc and Alnus Ltd and their subsidiaries and associated companies. Neo Industrial Plc is domiciled in Hyvinkää.

At the end of the review period, Neo Industrial had 11,785 shareholders (11,364). The largest shareholder, Reka Ltd, held 50.76% of the shares and 65.77% of the votes. Neo Industrial Plc is therefore part of the Reka Group. Reka Ltd is domiciled in Juupajoki.

At the end of June 2017, the combined holding of the ten largest shareholders was 58.60% of the shares and 71.21% of the votes. The members of the Board, the Managing Director and the CFO directly and through their controlled corporations owned and controlled a total of 2,949,533 (2,981,452) of Neo Industrial's B shares.

RISKS AND UNCERTAINTY FACTORS

Neo Industrial's financial risks include currency, interest rate, commodity, liquidity, credit and investment market risks. Financial risks and the related protection measures are described in more detail in the notes to the latest financial statements. The company's future risk factors are related to the business development of its portfolio companies.

In the Cable Segment the most significant risks are related to market development, fluctuations of raw material prices and currencies as well as working capital management in various situations. During considerable seasonal changes, suppliers' terms of payment affect significantly the ability to ensure competitive delivery times through sufficient inventories. Also, operation models are being developed in order to balance out the effects of seasonal changes on the load rates of factories.

In the Cable Segment the key raw materials are metals (copper and aluminium) and plastics. In the metals purchases partial price hedging is used with the aid of commodity derivatives. Important with metals are the development of both the dollar-denominated price and the USD / EUR exchange rate.

MAJOR EVENTS AFTER THE REVIEW PERIOD

There has been no major events after the review period.

NEAR-TERM OUTLOOK

Construction continues to be on a good level in our main market areas. The management believes that grid constructors will continue ground cabling investments to ensure distribution reliability. The turnover in 2017 is estimated to increase clearly compared to previous year. There was a delay in including the increase of raw material prices to the sales prices and therefore the operating result in 2017 is estimated to remain on the same level as previous year.

Hyvinkää 10 August 2017

Neo Industrial Plc
Board of Directors

Further information:
Managing Director Ralf Sohlström, tel. +358 40 770 2720

CONSOLIDATED INCOME STATEMENT (IFRS)

EUR 1,000	1/1-30/6/2017	1/1-30/6/2016	1/1-31/12/2016
TURNOVER	58,013	50,156	101,040
Change in inventories of finished products and production in progress	1,701	3,754	2,579
Production for own use	30	16	138
Other operating income	172	179	411
	97	0	0
Materials and services	-43,773	-37,579	-72,464
Personnel expenses	-7,935	-7,005	-14,215
Depreciation and impairment	-1,092	-1,069	-2,091
Other operating expenses	-4,908	-4,587	-9,497
	-55,710	-46,291	-95,139
Operating result	2,303	3,866	5,901
Financial income	37	59	165
Financial expenses	-1,031	-817	-2,028
Result before taxes	1,309	3,108	4,038
Taxes	-136	-799	-722
Result for the period	1,173	2,309	3,316
Profit or loss attributable to			
Shareholders of the parent	1,173	2,309	3,316
Non-controlling interests	0	0	0
	1,173	2,309	3,316
Earnings per share attributable to the shareholders of the parent before and after dilution, EUR	0.20	0.38	0.55
Number of shares	5,911,089	6,003,890	6,003,890
CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (IFRS)			
Result	1,173	2,309	3,316
Other comprehensive items that may subsequently reclassified to statement of income			
Translation differences related to foreign units	-4	-3	13
Total	-4	-3	13
Other comprehensive items that are not subsequently reclassified to statement of income			
Items related to remeasurements of net defined benefit liab	788	0	-1,821
Taxes of items that are not subsequently reclassified to statement of income	-158	0	364
Total	630	0	-1,457
Other comprehensive items total	626	-3	-1,444
Total comprehensive income	1,799	2,306	1,872
Total comprehensive income attributable to			
Shareholders of the parent	1,799	2,306	1,872
Non-controlling interests	0	0	0
	1,799	2,306	1,872

CONSOLIDATED BALANCE SHEET (IFRS)

EUR 1,000	30/6/2017	31/12/2016
ASSETS		
Non-current assets		
Goodwill	3,252	3,252
Other intangible assets	1,358	1,059
Tangible assets	13,690	13,769
Holdings in associates	1,377	1,280
Receivables	57	57
Derivative contracts	42	58
Deferred tax assets	1,005	1,335
Total non-current assets	20,780	20,810
Current assets		
Inventories	18,576	15,557
Sales receivables and other receivables	4,749	5,268
Tax receivables from the profit	13	10
Derivative contracts	101	263
Cash and cash equivalents	1,843	2,268
Total current assets	25,283	23,366
Total Assets	46,063	44,175
SHAREHOLDERS' EQUITY AND LIABILITIES		
Shareholder's equity		
Share capital	24,082	24,082
Premium fund	66	66
Reserve fund	1,221	1,221
Own shares	-18	-106
Translation differences	-19	-14
Retained profit	-37,072	-38,852
Other unrestricted equity	21,097	21,328
Equity attributable to shareholders of the parent	9,357	7,724
Non-controlling interests	0	0
Total shareholders' equity	9,357	7,724
Non-current liabilities		
Deferred tax liabilities	22	42
Provisions	2,622	2,612
Financial liabilities	7,717	10,352
Other liabilities	1,723	2,383
Derivative contracts	0	44
Current liabilities		
Tax liabilities from the profit	120	143
Provisions	200	200
Financial liabilities	3,546	3,447
Derivative contracts	57	13
Accounts payable and other liabilities	20,698	17,216
Total liabilities	36,706	36,452
Shareholders' equity and liabilities	46,063	44,175

CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY (IFRS)

EUR 1,000	A	B	C	D	E	F	G	H	I	J	K
Shareholders' equity 31/12/2015	24,082	66	1,221	-197	-27	0	21,328	-40,647	5,827	0	5,827
Comprehensive income											
Result for the period								3,316	3,316	0	3,316
Other comprehensive items											
Items related to remeasurements of net defined benefit liability					-1,457				-1,457		-1,457
Translation differences					13			0	13		13
Total comprehensive income					13	-1,457		3,316	1,872	0	1,872
Transactions with the owners											
Payments by own shares				91				-63	28		28
Total transactions with the owners				91				-63	28	0	28
Shareholders' equity 31/12/2016	24,082	66	1,221	-106	-14	-1,457	21,328	-37,395	7,724	0	7,724

EUR 1,000	A	B	C	D	E	F	G	H	I	J	K
Shareholders' equity 31/12/2016	24,082	66	1,221	-106	-14	-1,457	21,328	-37,395	7,724	0	7,724
Comprehensive income											
Result for the period								1,173	1,173	0	1,173
Other comprehensive items											
Items related to remeasurements of net defined benefit liability						630			630		630
Translation differences					-5			-2	-7		-7
Total comprehensive income					-5	630		1,171	1,797	0	1,797
Transactions with the owners											
Dividends paid							-232		-232		-232
Payments by own shares				88				-21	67		67
Total transactions with the owners				88			-232	-21	-165	0	-165
Shareholders' equity 30/6/2017	24,082	66	1,221	-18	-19	-826	21,097	-36,246	9,357	0	9,357

Explanations for the letter codes:

- A Share capital
- B Premium fund
- C Reserve fund
- D Own shares
- E Translation differences
- F Pension liability IAS 19
- G Other unrestricted equity
- H Retained earnings
- I Shareholder's equity to the shareholders of the parent
- J Non-controlling interests
- K Total shareholders' equity

CONSOLIDATED CASH FLOW STATEMENT (IFRS)

EUR 1,000	1/1-30/6/2017	1/1-30/6/2016
Cash flows from operating activities		
Payments received from operating activities	59,610	62,542
Payments paid on operating activities	-54,521	-49,602
Paid interests and other financial expenses	-886	-1,065
Interests received and other financial incomes	0	59
Direct taxes paid	-8	1
Net cash provided by operating activities	4,195	11,935
Cash flows from investments		
Investments in tangible assets	-1,306	-906
Sales of tangible assets	2	35
Loan repayments	0	76
Net cash provided by investing activities	-1,305	-795
Cash flows from financing activities		
Increase in loans	600	8,133
Decrease in loans	-3,569	-17,428
Payments of finance lease activities	-108	-802
Dividends paid	-230	0
Net cash provided by financing activities	-3,308	-10,097
Change in cash and cash equivalents at the end of the period	-417	1,042
Cash and cash equivalents at beginning of the period	2,268	1,280
Exchange rate differences	-7	2
Change in cash and cash equivalents at the end of the period	1,843	2,325

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Accounting policies

This unaudited interim report has been prepared in accordance with IAS 34 requirements for interim reports. This interim report has been prepared in accordance with the same principles as the financial statements for 2016.

The Group has adopted following new or amended IAS/IFRS standards and interpretations effective for financial periods beginning on January 1, 2017:

- Amendment to IAS 7: Statement of Cash Flows-Disclosure Initiative
- Amendment to IAS 12: Income Taxes – Recognition of Deferred Tax Assets for Unrealised Losses
- IFRS 15 Revenue from Contracts with Customers and (effective for financial years beginning on or after 1 January 2018): The new standard replaces current IAS 18 and IAS 11 -standards and related interpretations. In IFRS 15 a five-step model is applied to determine when to recognise revenue, and at what amount. Revenue is recognised when (or as) a company transfers control of goods or services to a customer either over time or at a point in time. The standard introduces also extensive new disclosure requirements. The impacts of IFRS 15 on Neo Industrial's consolidated financial statements have been assessed as follows:
 - Key concepts of IFRS 15 have been analyzed for different revenue streams and items with effect on revenue recognition timing have been identified
 - Timeline for implementing and the transition options to be used are confirmed when ongoing clarification work has been completed. Preparation of the enclosures will be started during September.
 - The expected impacts are small if the nature of the business does not change:
 - Majority of the Group's turnover consists of sale of cables. The revenue of selling cables is recognized when the control of the goods is transferred to the customer according to the contract terms.
 - Identifying the separate performance obligations is not expected to bring any changes to the revenue recognition. Quarantees included to the contracts are so called ordinary quarantees what are not separate performance obligations.
 - To determine the transaction price the terms of the contracts has been analysed from the point of discounts, yearly bonuses and other customer credits. To some extend the practices may need to be specified in more details. Analyzing is ongoing.
 - To determine the timing of revenue recognition the delivery terms, rights of returning products and invoice and hold arrangements has been analysed. As a result of the analyses made the usage of delivery terms has been clarified with contracts and harmonized already in the present way of doing. Otherwise no major changes are expected for the timing of the revenue recognition.
- *Annual Improvements to IFRSs*, cycle 2014–2016. Amendments include three standards of which amendments to IFRS 12 are valid starting 1.1.2017.

The revised standards and their interpretations had no relevant effect on the reported result or financial position. IFRS 15 is not expected to have significant effect on the reported result or financial position.

SEGMENT INFORMATION

30/6/2017

EUR 1,000

	Other operations		
	Cable	and eliminations	Group
Turnover	58,013	0	58,013
Operating result before change in the value of open derivatives	2,846	-366	2,480
Change in the value of open derivatives	152	-329	-177
Operating result after change in the value of open derivatives	2,998	-695	2,303
Unallocated items		-1,130	-1,130
Result for the period			1,173
Assets			
Segment's assets	43,502	2,560	46,063
Total assets	43,502	2,560	46,063
Liabilities			
Segment's liabilities	24,040	12,666	36,706
Total liabilities	24,040	12,666	36,706
Assets - liabilities	19,462	-10,106	9,357
Investments	1,215	98	1,313
Depreciations	1,043	50	1,092

30/6/2016

EUR 1,000

	Other operations		
	Cable	and eliminations	Group
Turnover	50,156	0	50,156
Operating result before change in the value of open derivatives	4,151	-422	3,730
Change in the value of open derivatives	124	12	136
Operating result after change in the value of open derivatives	4,275	-410	3,866
Unallocated items		-1,556	-1,556
Result for the period			2,309
Assets			
Segment's assets	43,298	1,636	44,934
Total assets	43,298	1,636	44,934
Liabilities			
Segment's liabilities	28,161	8,605	36,766
Total liabilities	28,161	8,605	36,766
Assets - liabilities	15,137	-6,969	8,168
Investments	913	0	913
Depreciations	1,019	50	1,069

Cable segment's turnover by product group, EUR million

	1-6/2017	1-6/2016
LV energy	13.1	11.0
Power cable	44.9	39.2
Total	58.0	50.2

Cable segment's turnover by sales area, EUR million

	1-6/2017	1-6/2016
EU-countries	53.9	47.3
Non-EU-countries	4.1	2.9
Total	58.0	50.2

Taken all market areas into the consideration the largest customer Group's share of the Group's turnover was 22.1% and the share of the second largest was 10.8%. Other single customers' share of the Group's turnover was under 10%.

Other income

EUR 1,000	1-6/2017	1-6/2016
Subsidies received	60	35
Rental income	49	79
Other income	62	65
Total	172	179

Other expenses

EUR 1,000	1-6/2017	1-6/2016
Rental expenses	-1,527	-1,456
Machinery and property maintenance costs	-1,039	-913
Sales and marketing expenses	-547	-287
Voluntary personal expenses	-285	-224
Other expenses	-1,509	-1,707
Total	-4,908	-4,587

Change in non-current assets

EUR 1,000	1-6/2017	1-6/2016
Book value at the beginning of the period	13,769	14,271
Investments	818	791
Decrease	0	-4
Depreciation	-897	-851
Book value at the end of the period	13,690	14,208

Other leases

EUR 1,000	30/6/2017	30/6/2016
Within 1 year	1,865	1,738
1-5 years	1,224	160
Total	3,089	1,898

Contingent liabilities

EUR 1,000	30/6/2017	30/6/2016
Debts secured against business mortgages, securities or guarantees		
Loans from others	3,474	8,633
Book value of pledged securities	26,165	26,165
Granted guarantees	3,474	8,633
Guarantees and payment commitments	2,923	2,733

Investment commitments

Investment commitments for tangible fixed assets amounted to EUR 0.5 million on 30 June 2017 (EUR 0.0 million on 30 June 2016).

Valid derivative contracts

EUR 1,000	Positive current values	Negative current values	Current net values 30/6/2017	Current net values 30/6/2016	Nominal values 30/6/2017	Nominal values 30/6/2016
Raw material options						
Metal derivatives	143	-57	86	56	4,025	2,485
Total derivatives	143	-57	86	56	4,025	2,485

Related-party events

The Group's related parties include the subsidiaries and associated companies, other companies belonging to the Reka Group, the Group's Board of Directors and Management Group. The Management Group consists of General Manager and CFO. Also related parties include companies that have ownership connection through an owner who has significant decision power or that belong to the related-party companies via management or board members.

Neo Industrial Plc, and therefore also the Neo Industrial Group, belong to the Reka Group. Reka Ltd has a 50.76% holding of shares and a 65.77% holding of votes.

Related-party transactions

Transactions with the Reka Group

EUR 1,000	1-6/2017	1-6/2016
Rental expenses	-255	-510
Other purchases	-362	-348
Interest revenues	0	51
Interest expenses	-110	-114
Sales receivables and other receivables at end of the period	342	40
Loans	3,474	7,933
Other debts at the end of the period	132	50

Neo Industrial's Cable segment is tenant of Reka Ltd's premises in Keuruu. In addition, the Group uses the Reka Group level finance and supporting systems as well as related licenses and virtual servers. Riihimäki factory and part of the production facilities in Keuruu are leased from a third party outside Reka Group. Reka Cables Ltd has taken into account the needs for changes as the lessor has been replaced by an external entity to the Reka Group.

Transactions with Reka Pension Society

EUR 1,000	1-6/2017	1-6/2016
Paid pension expenses	-1,262	-1,094
Interest expenses	-17	0
Other debts at the end of the period	600	0

Transactions with associated companies

Sales to Nestor Cables Ltd totalled June 30 2017 EUR 9 thousand (30 June 2016: EUR 15 thousand) and purchases EUR 0 thousand (EUR 0 thousand). There were no open receivables nor liabilities with Nestor Cables Ltd at June 30 2017 or June 30 2016.

Transactions with other related parties

EUR 1,000	1-6/2017	1-6/2016
Other purchases	36	27
Other debts at the end of the period	2	5

Other related parties consist of companies that are connected to the company through an owner that has significant controlling power or that belong to related-party companies through management or board members. The Group's CFO is not employed by the company, but his reward is processed in transactions with other related parties, is included in other acquisitions during the financial year, a total of EUR 36 thousand (31 December 2016: 27).

CALCULATION OF KEY FIGURES

Return on investment (ROI) % = $\frac{\text{Profit before taxes + interests and other financial expenses}}{[\text{Balance sheet total} - \text{obligatory provisions and non-interest-bearing liabilities}] \text{ (average)}}$ x 100

IAS 19 corrected Equity ratio, % = $\frac{\text{Shareholder's equity + non-controlling interest excluding effects of IAS 19 bookings}}{\text{Balance sheet total} - \text{advances received excluding effects of IAS 19 bookings}}$ x 100

Earnings per share (EPS), EUR = $\frac{\text{Profit for the period attributable to the equity holders of the parent company}}{\text{Number of share adjusted for share issues (average)}}$

Operating profit = the net sum formed when from the turnover are deducted the purchase costs adjusted by the change in the stocks of non-finished and finished goods as well as expenses for production for personal use. Also deducted from the turnover are expenses, depreciation, amortization and any impairment losses arising from employee benefits. Also other operating income and expenses are taken into account.

All comments in this report that do not refer to actual facts are future estimates. Such estimates include expectations concerning market trends, growth and profitability as well as statements including the words "believe", "assume" or "will be" or a similar expression. Since these estimates are based on current plans and estimates, they involve risks and uncertainty factors that may cause the actual results to differ substantially from current statements.

Among other things, such factors include 1) operating conditions, such as continued success in production and the ensuing efficiency benefits, availability and cost of production inputs, demand for new products and changes in circumstances affecting the acquisition of capital under acceptable conditions; 2) sector-specific circumstances, such as the intensity of demand for products, the competition, current and future market prices for the Group's products and related pricing pressures, the financial situation of the Group's customers and competitors and competitors' possible new products; and 3) the general economic situation, such as economic growth in the Group's main market areas and change in exchange rates and interest rates.