

Focus to Profitability

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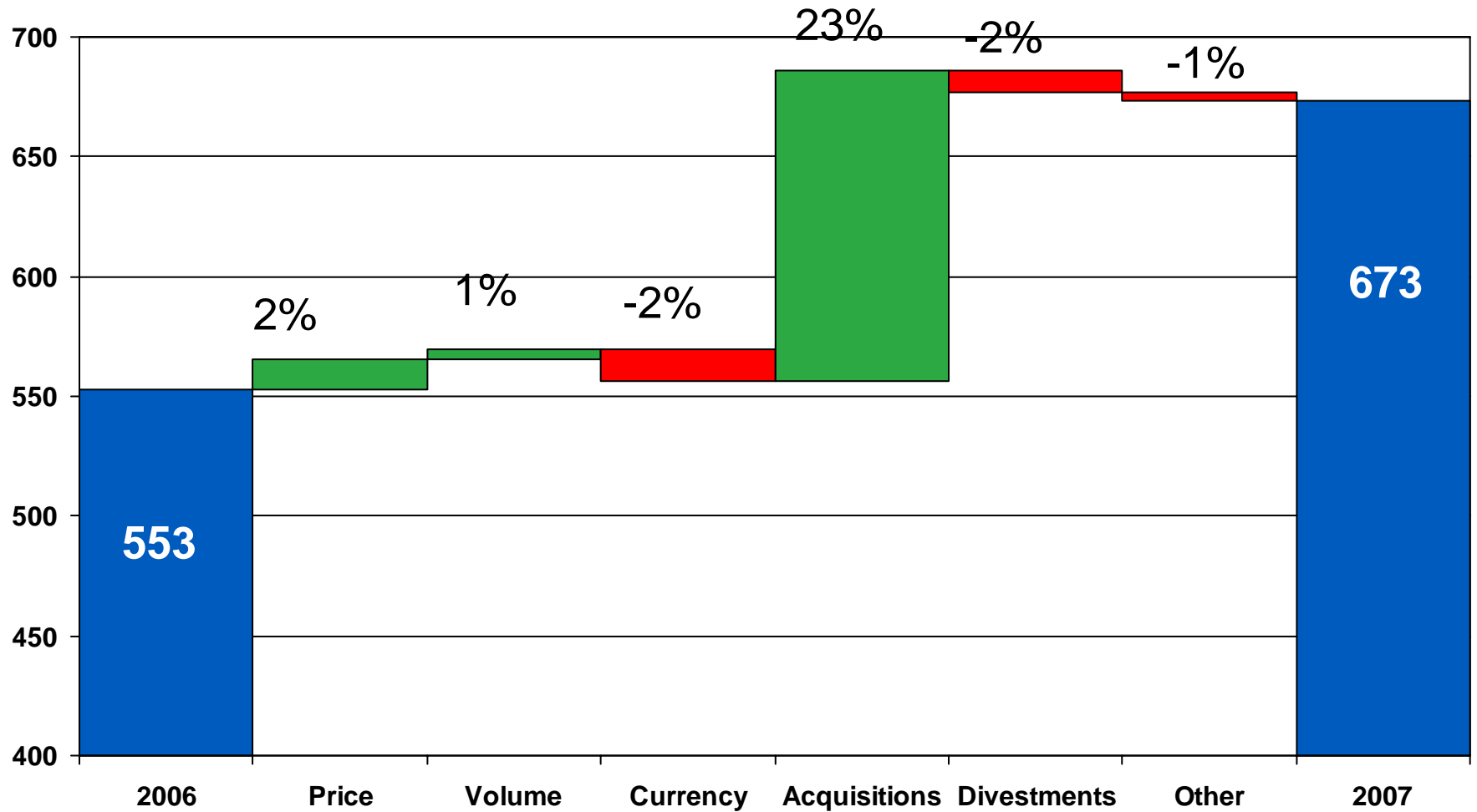
Q1 Group Highlights

Key Figures for Q1

	Q1/07	Q1/06	Change
Revenue (MEUR)	673.3	552.9	22%
EBIT (MEUR)	48.9	45.5	7%
EBIT, %	7.3	8.2	
EPS (EUR)	0.22	0.21	5%
ROCE, %	10.2	9.9	
Cash flow after CapEx, excl. acquisitions (MEUR)	-117.6	-41.5	

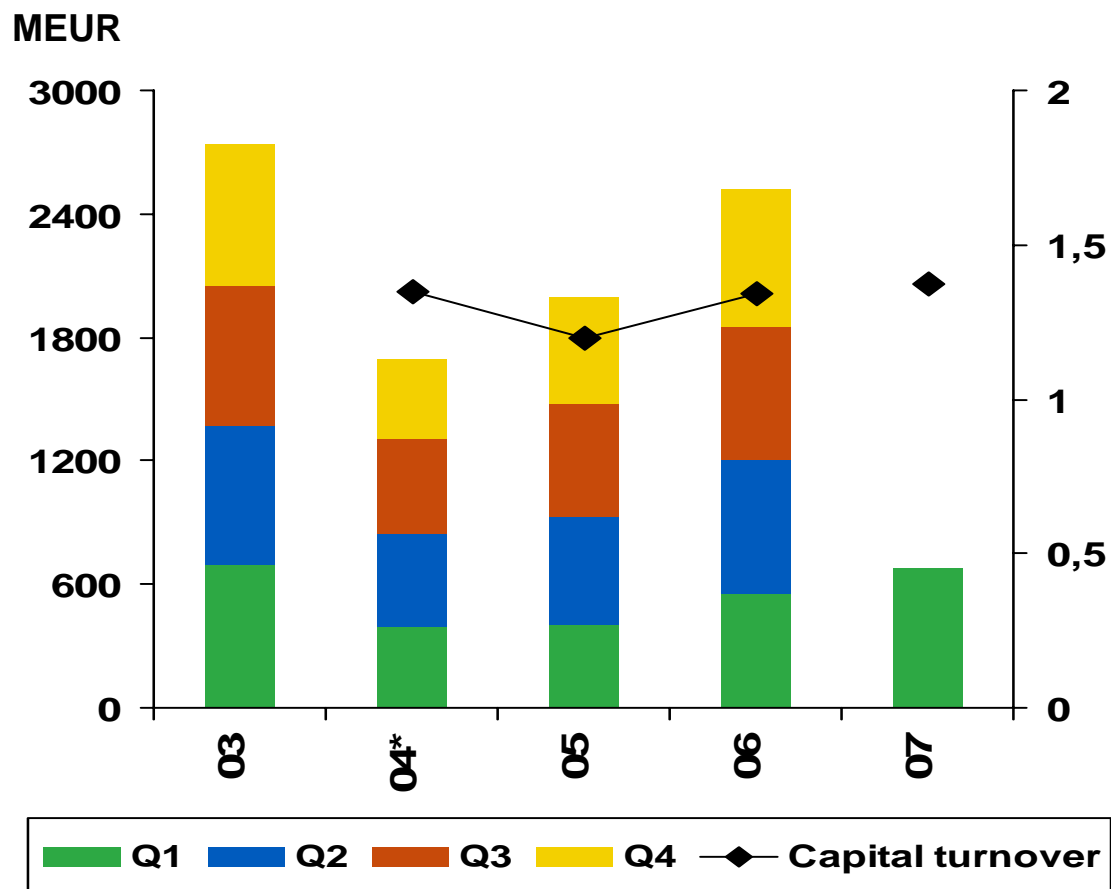
- **EBIT increased 18%**, excluding effect of non-recurring items. Non-recurring items included in operating profit were +0.8 MEUR in Q1/07, 4.9 MEUR in Q1/06.
- Organic growth was 2%, excluding the currency effect, which had a 2% negative impact on revenue.
- USD average rate was in Q1/07 1,33 and in Q1/06 1,20

Revenue up 22% in Q1



Revenue Development and Capital turnover 2003-2007

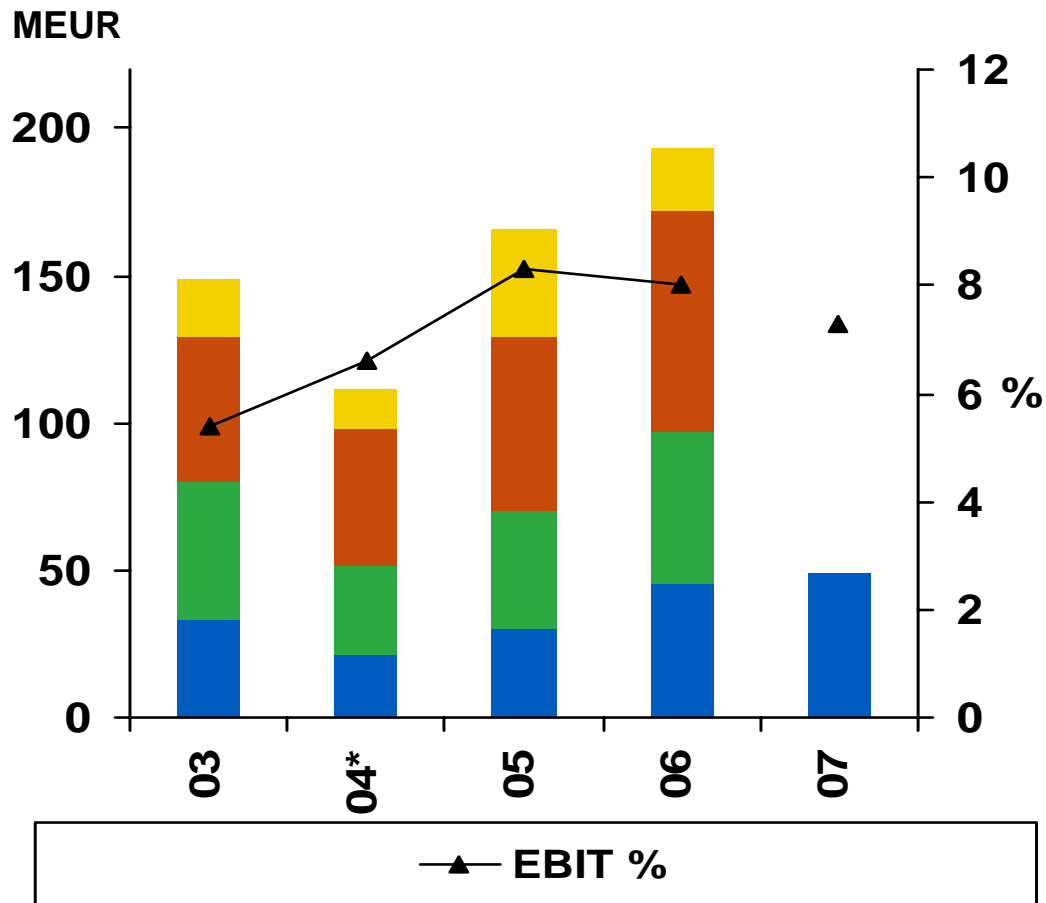
Q1/07: 673.3 MEUR, +22%
(Q1/06: 552.9 MEUR)



*Continuing operations

EBIT by Quarter

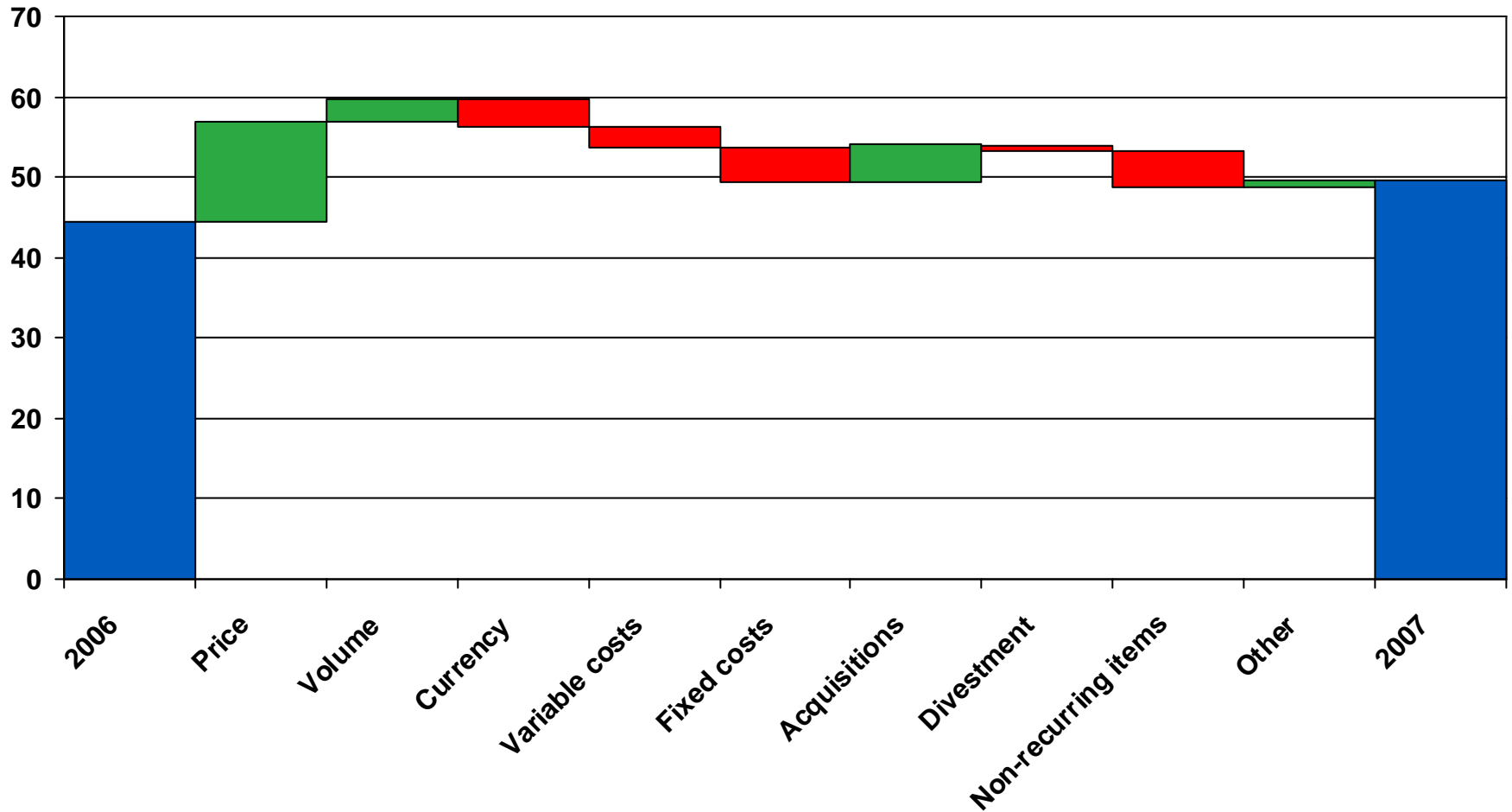
Q1/07: 48.9 MEUR, +7%
(Q1/06: 45.5 MEUR)



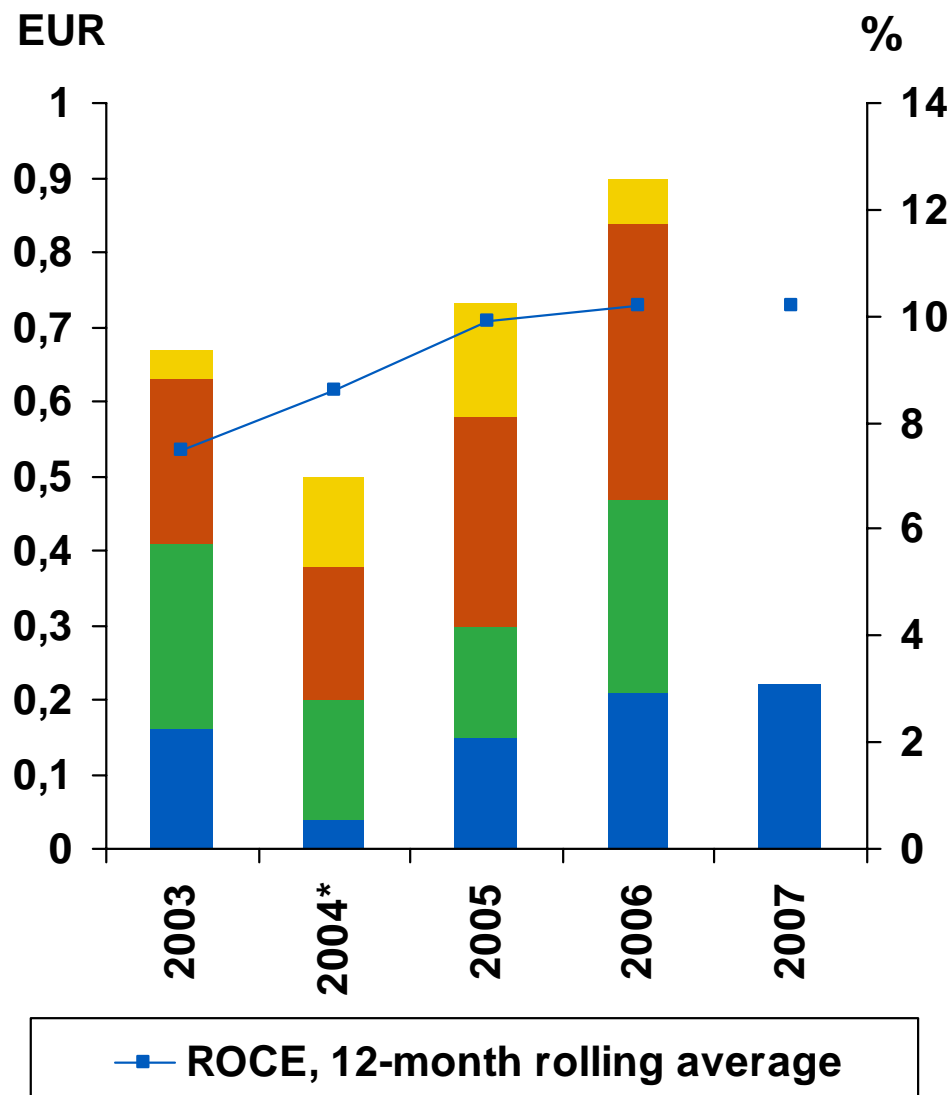
* Continuing operations
Q4/06 restated

EBIT up 7% in Q1

MEUR



EPS by Quarter



* Continuing operations excluding a non-recurring charge of 44.2 MEUR in Q4/04. Q4/06 restated

Balance Sheet

	31 Mar 07	31 Mar 06	Change
Net debt (MEUR)	964.5	690.6	40%
Equity (MEUR)	1,105.1	1,057.6	
Equity ratio, %	39	42	
Gearing, %	87	65	
Capital employed (MEUR)	2,051.0	1,818.8	13%
Personnel	9,405	8,734	8%

Cash Flows

MEUR	Q1/07	Q1/06
Cash flows from operations	-30.0	-20.3
Acquisitions	-23.2	-30.3
CapEx excl. acquisitions	-55.1	-27.2
Sale of fixed assets	-32.5*	6.0
Cash flows from investing activities	-110.8	-51.5
Free cash flow	-140.8	-71.8

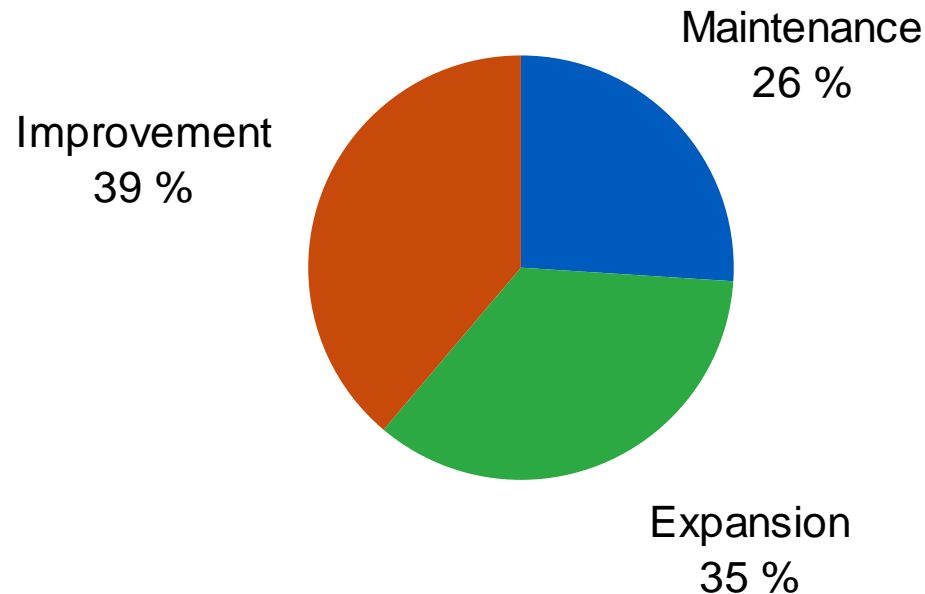
* incl. Kemapco loan repayment

CapEx exluding Acquisitions

CapEx in Q1/07: 55.1 MEUR (27.2)

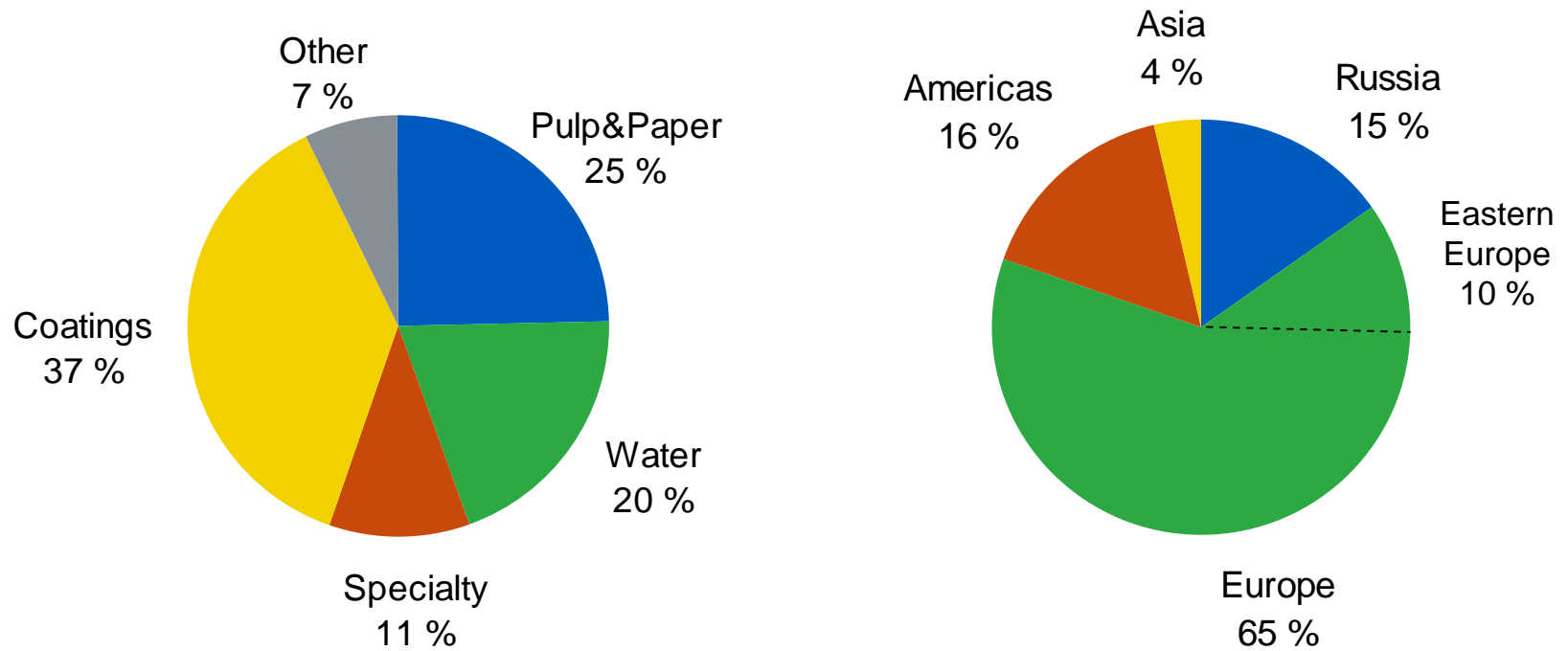
- Investment in chemical plant in Uruguay 12 MEUR
- Investment in paint factory in Sweden 6 MEUR

Depreciation in Q1/07: 33.7 MEUR (29.4)



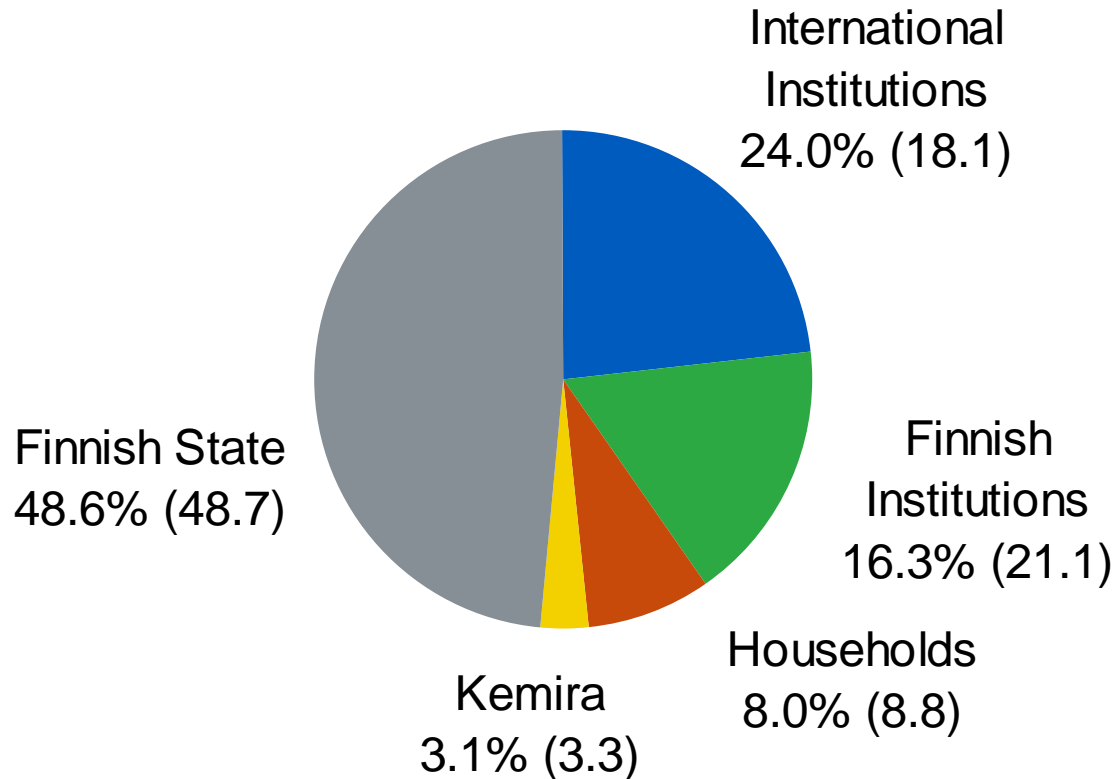
Personnel

Personnel 31 March 2007: 9,405 (8,734)



Shareholders 31 March 2007

(31 March 2006)



Minimum state ownership 15%

Shareholder Value



Q1 Business Area Highlights

Kemira Pulp&Paper in Q1

Revenue up 22%

- Organic growth 4%, excluding the currency effect
 - Foreign exchange rates had a 3% negative impact on revenue
- Integration of Lanxess paper chemicals continued to progress well

EBIT down to 23.0 from 26.0

- Non-recurring items in Q1/07 were +1.3 MEUR, in Q1/06 4.1 MEUR
- Divestment of the South Korean hydrogen peroxide business
- Lanxess included first time in Q1 figures

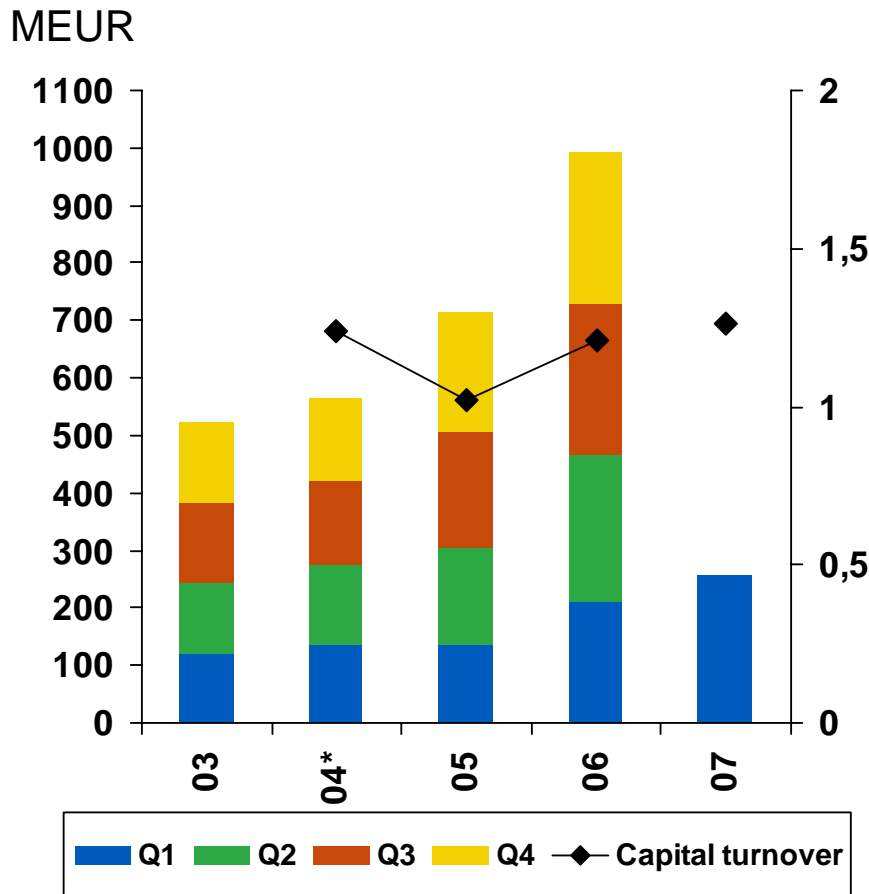
ROCE 10.7% (9.5%)

Uruguay project proceeding according to plan, startup expected H2/07
A chlorine dioxide unit to be built in Argentina, startup expected H1/08

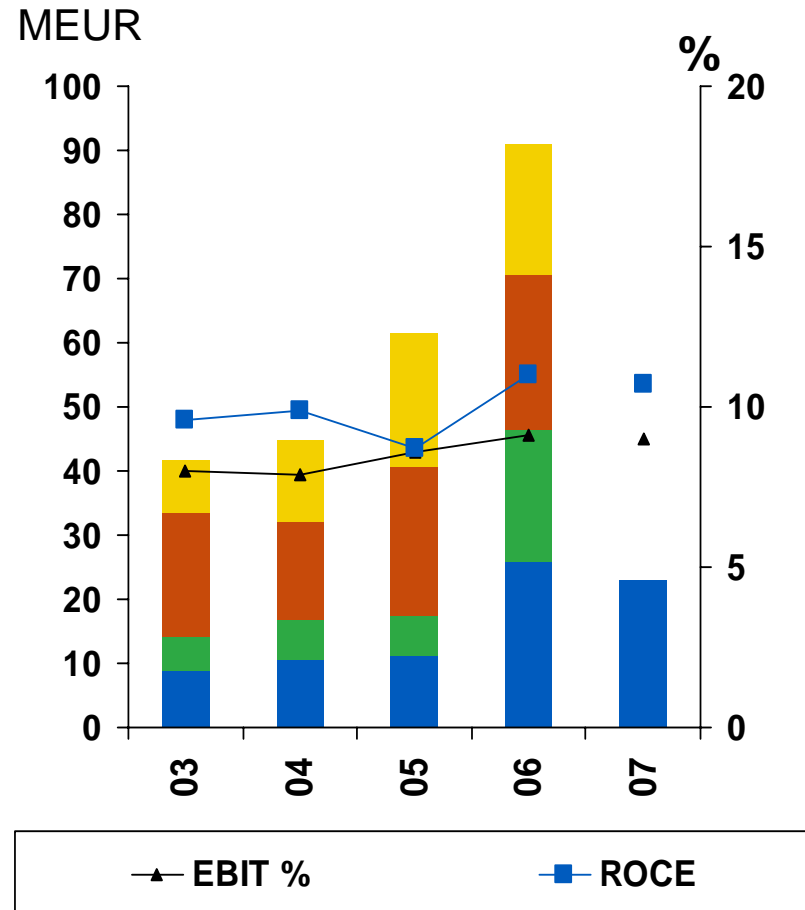
	Q1/07	Q1/06	Ch%	2006
Revenue, MEUR	255.3	209.5	22	993.3
EBIT, MEUR	23.0	26.0	-12	90.8
EBIT, %	9.0	12.4		9.1

Kemira Pulp&Paper

Revenue & Capital turnover



EBIT & ROCE



The figures are not fully comparable.

Kemira Pulp&Paper's Outlook

- Revenue for 2007 is anticipated to grow from previous year level
 - High production-capacity utilization rates are expected in customer industry
 - Acquisition of Lanxess
- EBIT expected to increase
 - Successful integration of acquired companies
 - Price increases

Kemira Water in Q1

Revenue up 84%

- Organic growth 7%, excluding the currency effect
 - Foreign exchange rates had a 5% negative impact on revenue

EBIT up 86%, ROCE 13.0% (13.6%)

- Cytec water chemicals' included for the first time in Q1 figures

Integration of Cytec water treatment chemicals progressing

- Expected to raise EPS from 2007

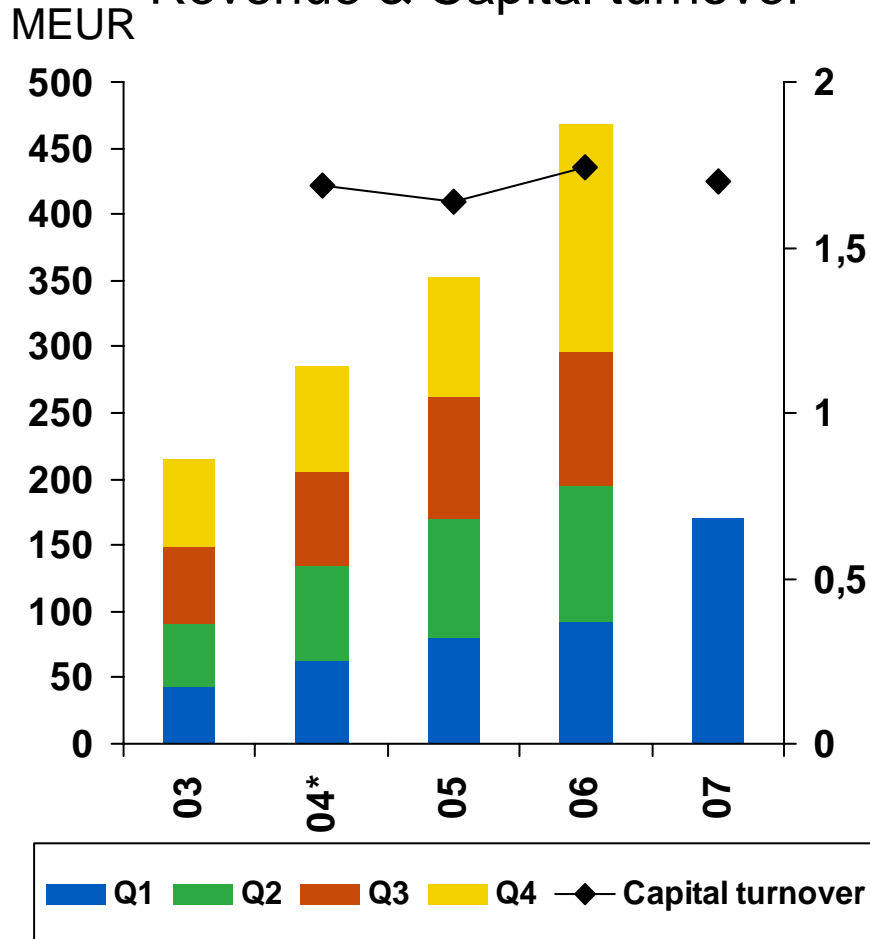
Acquisitions of Chinese Chongqing (80%) and two companies from the Brazilian Dalquim were completed in April

Agreement on buying Arkema coagulant business for water treatment

	Q1/07	Q1/06	Ch%	2006
Revenue, MEUR	170.0	92.3	84	467.6
EBIT, MEUR	11.9	6.4	86	35.3
EBIT, %	7.0	6.9		7.5

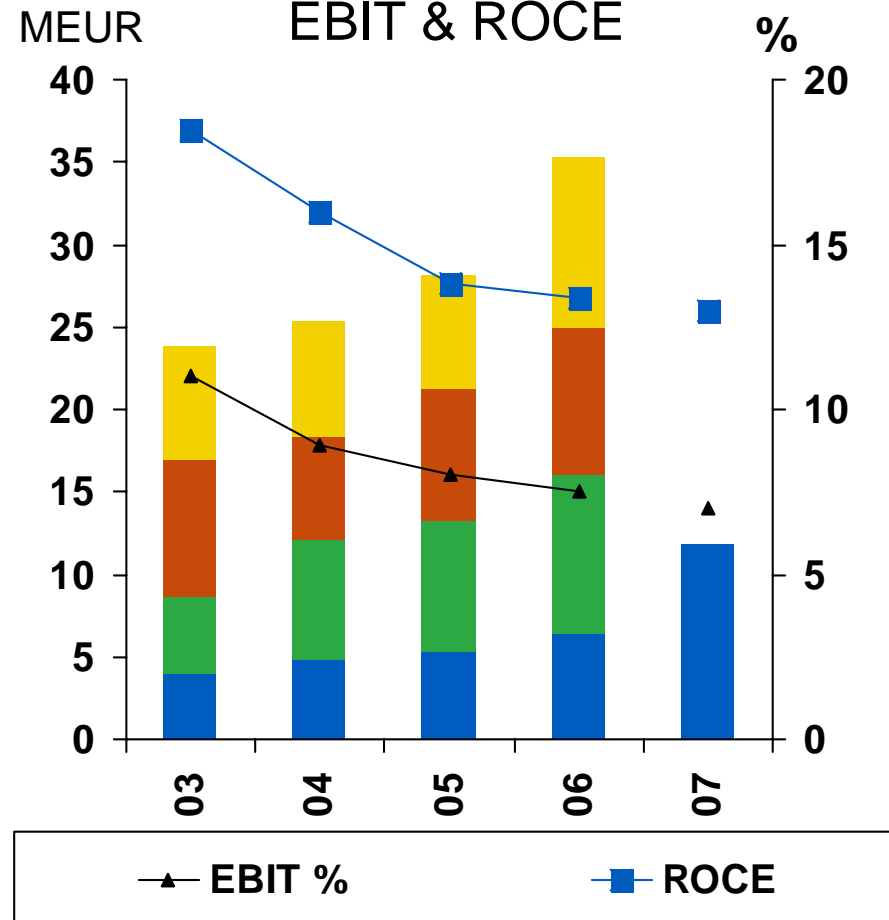
Kemira Water

Revenue & Capital turnover



The figures are not fully comparable.

EBIT & ROCE



Q4/04 excluding extra write-downs and costs of 11 MEUR.

Kemira Water's Outlook

- Revenue expected to increase from previous year level
 - Acquisitions
 - Demand for water treatment chemicals expected to remain at a good level
- EBIT expected to increase
 - Focus on integration of acquired companies

Kemira Specialty in Q1

Revenue down 13%

- Lower volumes in TiO₂
- Low demand for deicer chemicals due to mild weather in Europe
- US dollar impact depressing sales by 3%

EBIT down to 10.3 MEUR from 11.3 MEUR

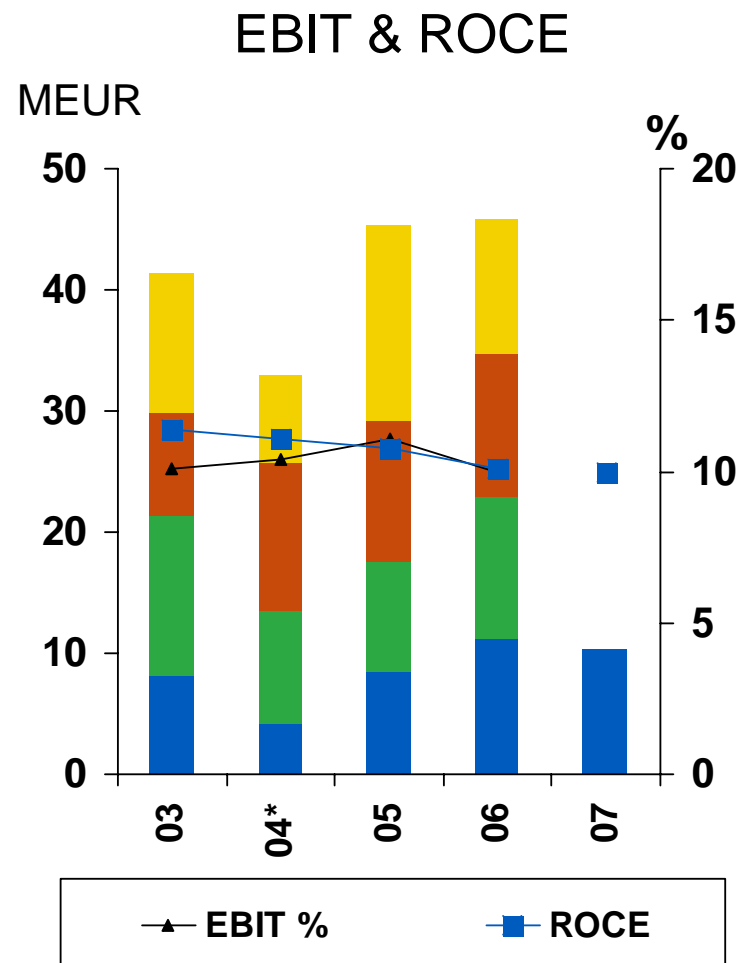
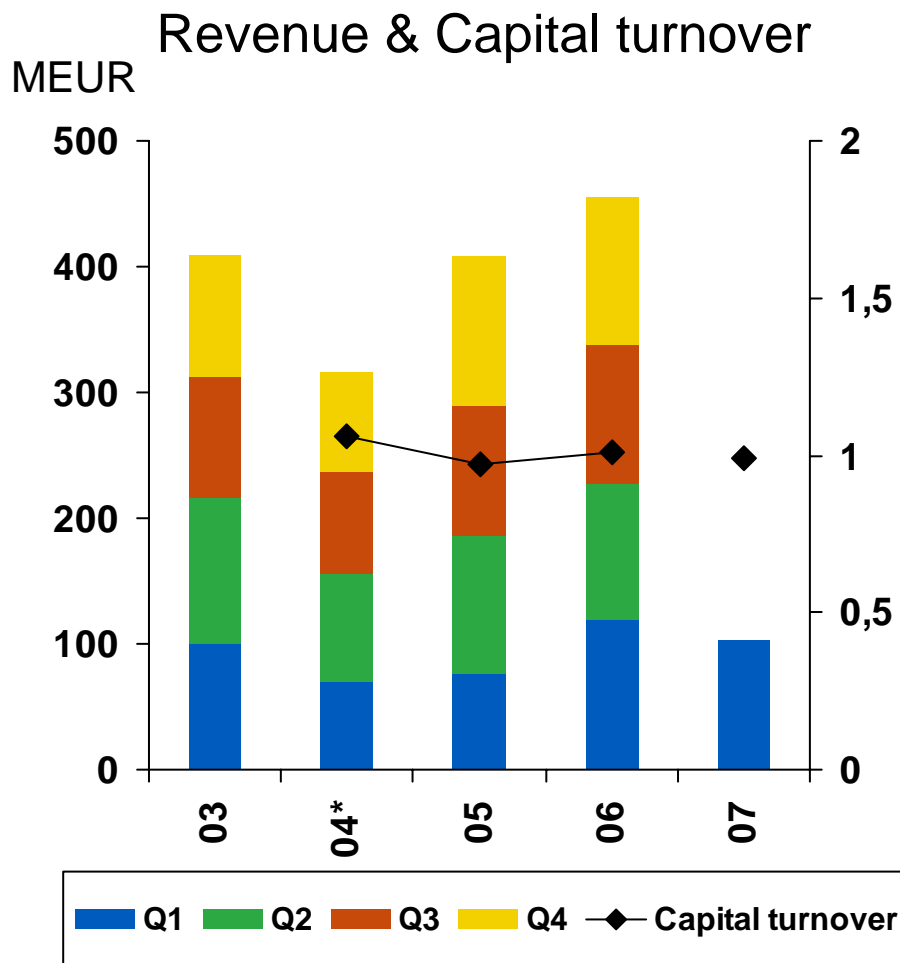
- Low volumes in TiO₂, deicing, currency impact

ROCE 10.0% (10.5%)

Agreement on buying TRI-K Industries Inc and completion of Sustainable Nutrition acquisition

	Q1/07	Q1/06	Ch%	2006
Revenue, MEUR	103.5	118.6	-13	456.2
EBIT, MEUR	10.3	11.3	-9	45.8
EBIT, %	9.9	9.5		10.0

Kemira Specialty



The figures are not fully comparable.

*Continuing operations

Kemira Specialty's Outlook

- Revenue and EBIT expected to be in line with their 2006 levels
 - Competition expected to remain tough in TiO₂ and euro prices to be lower than a year ago
 - Specialty pigments are expected to increase their share of TiO₂ sales
 - Sales of organic acids and their derivatives are anticipated to show favourable development in most areas
 - Sales of sodium percarbonate is expected to remain at their 2006 level and prices are anticipated to decline slightly

Kemira Coatings in Q1

Revenue up 15%

- Organic growth 12%
- Good sales in all market areas, due to warm spring

EBIT up 33%

- Good sales performance and efficient cost management

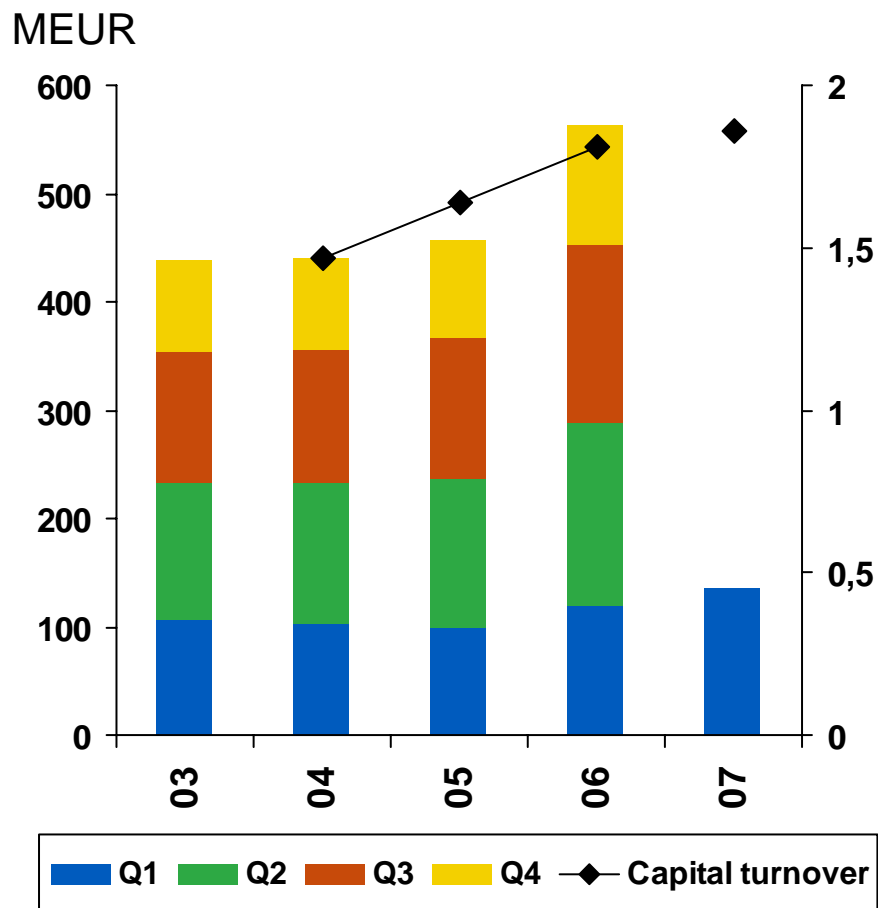
ROCE 24.6% (20.2%)

Acquisitions of 70% holding in OOO Gamma and OOO Ohtinski in Russia completed in April

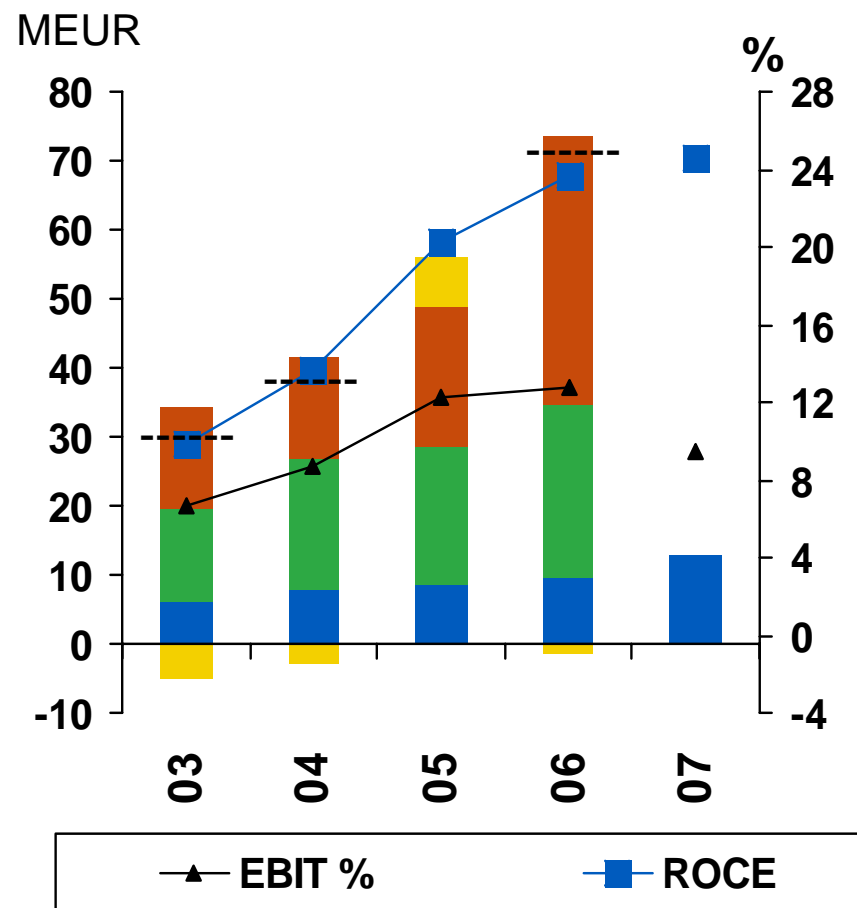
	Q1/07	Q1/06	Ch%	2006
Revenue, MEUR	135.8	118.6	15	562.8
EBIT, MEUR	12.8	9.6	33	72.1
EBIT, %	9.4	8.1		12.8

Kemira Coatings

Revenue & Capital turnover



EBIT & ROCE



Kemira Coatings' Outlook

- Revenue expected to increase from previous year level
 - Demand remaining at a good level in all market areas
 - Strongest growth anticipated in Russia and other CIS countries
- EBIT expected to grow (excluding EUR 16.4 million in non-recurring income in operating profit for 2006)
 - Integration of acquired companies
 - Continued good sales performance

Outlook

- Revenue expected to grow in 2007
 - Previous acquisitions and organic growth
 - Demand for Kemira's products is projected to remain at a healthy level
- Operating profit and earnings per share for 2007 are expected to show an increase from 2006 levels
 - Raw material and energy prices and transportation costs are projected to behave moderately
 - The largest production plants' capacity utilization rates will remain high
 - Efficiency improvements in production and other operations
 - Introduction of new products
 - Integration of Lanxess and Cytec
 - Kemira – from Good to Great development program
 - Water soluble fertilizer business divested

All forward-looking statements in this report are based on the management's present expectations and beliefs about future events, and the actual results may differ materially from the expectations and beliefs contained in the forward-looking statements.

Just add

Kemira