metso
Expect results

Q3 2015

Interim Review

January 1 – September 30, 2015

Metso's Interim Review January 1 – September 30, 2015

Figures in brackets refer to the corresponding period in 2014, unless otherwise stated. The Process Automation Systems (PAS) business was divested on April 1, 2015, and is not included in the Flow Control segment's figures for July–September 2015. Figures for January–September 2015 and all comparison periods prior to the divestment include PAS. Like-for-like comparisons are made with a separate note

Third quarter 2015 in brief

- Low commodity prices continued to have a negative impact on the demand for capital equipment in the mining and oil & gas industries. Demand for services has softened due to mine closures and customers' cost saving actions.
- Orders received EUR 647 million (EUR 786 million, or EUR 727 million excluding PAS), of which EUR 436 million (EUR 493 million, or EUR 464 million excluding PAS) were services orders.
- Net sales EUR 680 million (EUR 861 million, or EUR 799 million excluding PAS), of which EUR 435 million services (EUR 490 million, or EUR 459 million excluding PAS).
- EBITA before non-recurring items EUR 92 million and 13.6% of net sales (EUR 104 million and 12.1%, or EUR 99 million and 12.4% excluding PAS).
- Free cash flow totaled EUR 117 million (EUR 46 million).
- An extra dividend of EUR 0.40 per share was paid at the beginning of August.

Financial guidance for 2015 (updated on July 23, 2015)

We estimate that our net sales, excluding the Process Automation Systems business, in 2015 will be between EUR 3,000 million and EUR 3,200 million and that our EBITA margin before non-recurring items will be around 12.5 percent (12.0–13.0%).

The guidance for 2015 is based on the current market activity in our customer industries, our current backlog and the current exchange rates.

President and CEO Matti Kähkönen:

We have been successful in keeping our profitability healthy despite the challenging market environment. Thanks to the cost actions across the Group and the high proportion of the services business in our sales mix, our gross margins have improved and SG&A costs are continuously declining. This resulted in a strong EBITA margin of 13.6 percent in the third quarter. Flow Control's performance was particularly strong with a 20.7 percent EBITA margin, reflecting the multi-industry characteristics of the business. The profitability of the Minerals segment was satisfactory given the current market situation which is expected to remain. Our focus in Minerals is to continue to improve our competitiveness in the equipment business and to turn the services business back to a growth mode.

Key figures

EUR million	**Q3/ 2015**	Q3/ 2014	Change %	**Q1-Q3/ 2015**	Q1-Q3/ 2014	Change %	2014
Orders received	**647**	786	-18	**2,269**	2,608	-13	3,409
Orders received by the services business	**436**	493	-12	**1,473**	1,572	-6	2,052
% of orders received	**67**	63		**65**	60		60
Order backlog at the end of the period				**1,289**	1,872	-31	1,575
Net sales	**680**	861	-21	**2,223**	2,640	-16	3,658
Net sales of the services business	**435**	490	-11	**1,388**	1,435	-3	2,007
% of net sales	**64**	57		**62**	54		55
Earnings before interest, tax and amortization (EBITA) and non-recurring items	**92**	104	-11	**257**	323	-20	460
% of net sales	**13.6**	12.1		**11.5**	12.2		12.6
Operating profit *	**76**	72	5	**488**	250	95	351
% of net sales	**11.1**	8.4		**21.9**	9.5		9.6
Earnings per share, EUR	**0.29**	0.26	12	**2.60**	0.89	192	1.25
Free cash flow	**117**	46	154	**282**	141	100	204
Return on capital employed (ROCE) before taxes, annualized, % **				**26.5**	15.5		16.4
Equity-to-asset ratio at the end of the period, %				**46.4**	38.9		40.5
Net gearing at the end of the period, %				**15.0**	49.6		45.6
Personnel at the end of the period				**12,664**	15,939	-21	15,644

Figures for Q1-Q3/2015, Q3/2014, Q1-Q3/2014, and full-year 2014 include Process Automation Systems.
* Operating profit for Q1-Q3/2015 includes the gain on the disposal of the PAS business.
** ROCE for Q1 – Q3/2015 includes the gain on the disposal of the PAS business, which is not annualized.

Key Figures excluding PAS

EUR million	**Q3/ 2015**	Q3/ 2014	Change %	**Q1-Q3/ 2015**	Q1-Q3/ 2014	Change %	2014
Orders received	**647**	727	-11	**2,207**	2,353	-6	3,074
Services orders, % of total	**67**	64		**65**	62		62
Net sales	**680**	799	-15	**2,168**	2,443	-11	3,363
Services net sales, % of total	**64**	57		**63**	55		56
Earnings before interest, tax and amortization (EBITA) and non-recurring items	**92**	99	-7	**265**	306	-13	426
% of net sales	**13.6**	12.4		**12.2**	12.5		12.7
Return on capital employed (ROCE) before taxes, annualized, %				**17.1**	-		
Personnel at the end of the period				**12,664**	14,349	-12	14,072

Currency impact on orders received
compared to the same period in 2014 and according to the current Group structure

	Q3/2015 Change %	Q3/2015 Change % using constant rates	Q1-Q3/2015 Change %	Q1-Q3/2015 Change % using constant rates
Minerals	-15	-13	-8	-11
Services business	-9	-7	-2	-6
Flow Control	0	-5	-1	-9
Services business	5	4	0	-5
Metso total	**-11**	**-11**	**-6**	**-11**
Services business	-6	-5	-2	-6

Currency impact on net sales
compared to the same period in 2014 and according to the current Group structure

	Q3/2015 Change %	Q3/2015 Change % using constant rates	Q1-Q3/2015 Change %	Q1-Q3/2015 Change % using constant rates
Minerals	-19	-19	-16	-20
Services business	-4	-4	1	-3
Flow Control	-3	-9	6	-3
Services business	-8	-9	2	-2
Metso total	**-15**	**-16**	**-11**	**-16**
Services business	-5	-4	1	-3

Operating environment, orders received and backlog (comparison numbers based on the current Group structure)

Challenges in our customer industries continued to affect capital equipment demand in the third quarter. Demand for mining equipment was weaker than in the same quarter last year. Demand for mining services has softened due to miners' cost cutting actions resulting from low commodity prices.

Demand for aggregates equipment and services declined compared to last year's corresponding quarter. The biggest decline came from the emerging markets. Weakening investment appetite in the oil & gas industry, coupled with customers' cost-saving actions, had a negative impact on the demand for valves. This was offset, however, by solid demand for valves from other process industries.

The Group's orders received in the third quarter declined 11 percent from the comparison period. Flow Control's orders remained at the same level, while Minerals orders declined 15 percent.

Orders from emerging countries declined 21 percent and accounted for 51 percent (53%) of total orders. The largest drop was seen in China and Brazil, where orders declined up to 50 percent.

The Group's orders in January – September declined 6 percent, largely due to lower order volume in the Minerals segment. Our backlog at the end of September was 8 percent lower than at the end of December 2014 and totaled EUR 1,289 million. We expect to recognize around 59 percent of this backlog, i.e. EUR 763 million, as net sales in 2015, and 38 percent, i.e. 489 million, in 2016. Services account for 48 percent of the backlog.

Operating result (comparison numbers based on the current Group structure)

Net sales in the third quarter totaled EUR 680 million, compared to EUR 799 million in the same quarter last year. Sales of services accounted for 64 percent (57%) of total sales. Minerals' net sales declined 19 percent and Flow Control's sales 3 percent. The net sales of the Group services business declined 5 percent and totaled EUR 434 million.

Earnings before interest, taxes and amortization (EBITA) and non-recurring items during the third quarter were EUR 92 million, or 13.6 percent of net sales (EUR 99 million and 12.4%). Product margins and gross margins held up well in both segments during the quarter. Profitability of the Flow Control segment reached its all time high with an EBITA margin of 20.7 percent, while lower sales continued to weaken Minerals' profitability.

Net sales in January–September were down 11 percent. Net sales of Minerals services increased 1 percent during the period, while equipment sales declined 36 percent. Flow Control continued to grow in both services and equipment sales, by 2 percent and 11 percent respectively.

The Group's EBITA before non-recurring items in January – September was EUR 265 million, which is 13 percent lower than in the same period last year. The decline was a result of lower net sales.

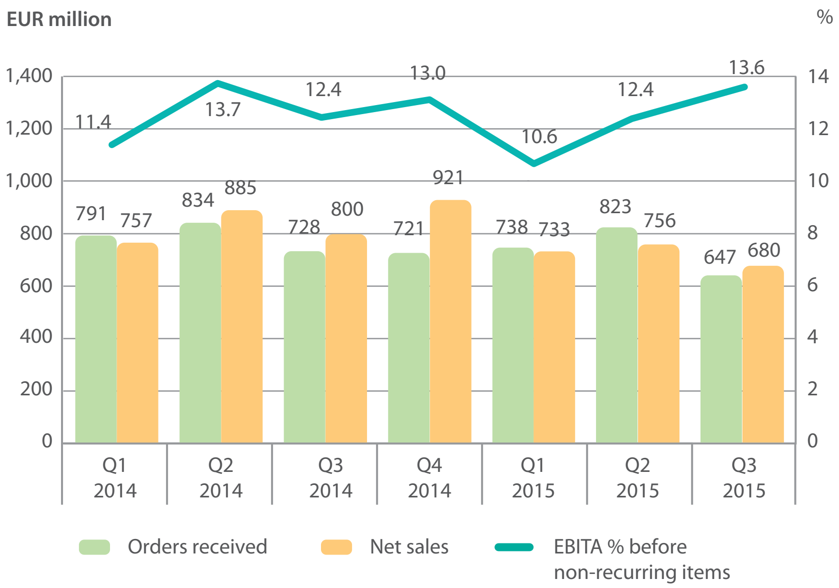
Financial performance

Operating profit (EBIT) was EUR 76 million and 11.1 percent of net sales in the third quarter (EUR 72 million and 8.4%). Non-recurring items totaled EUR -12 million (EUR -27 million). EBIT in January–September totaled EUR 488 million or 21.9 percent of net sales (EUR 250 million and 9.5%). Non-recurring items totaled EUR 245 million in January-September (EUR -58 million), of which EUR 252 million is attributable to the gain of the divestment of PAS. Non-recurring items are detailed in the tables section.

Net financing expenses in January–September were EUR 31 million (EUR 52 million). Interest expenses accounted for EUR 22 million (EUR 24 million), interest income for EUR 5 million (EUR 5 million), foreign exchange losses for EUR 3 million (EUR 6 million loss), and other net financial expenses for EUR 11 million (EUR 27 million).

Profit before taxes was EUR 457 million (EUR 198 million) in January–September 2015. Net cash generated by operating activities totaled EUR 294 million (EUR 168 million) and free cash flow was EUR 282 million (EUR 141 million). The operational tax rate for 2015 is expected to be below the 2014 level.

Orders received, net sales and EBITA margin



Financial position

Decline in the net working capital had a EUR 70 million positive impact on the cash flow (EUR 54 million negative impact) during January – September 2015.

Metso's liquidity position remains solid. Total cash assets at the end of the period were EUR 607 million, of which EUR 70 million was invested in financial instruments with an initial maturity exceeding three months, and the remaining EUR 537 million is accounted for as cash and cash equivalents.

Our balance sheet remains strong. Net interest-bearing liabilities totaled EUR 207 million at the end of September (EUR 592 million) and gearing was 15.0 percent (49.6%). The equity-to-assets ratio was 46.4 percent.

In September Metso decided to continue with only one rating service provider. After evaluation, the rating relationship with Moody's Investor Service ended and cooperation with Standard & Poor's Rating Services continued. If Moody's continues to rate Metso, the ratings will be based on publicly available information only. There were no changes in our credit rating during the reporting period.

Current ratings are as follows:

- Standard & Poor's Ratings Services (April 2015): long-term corporate credit rating BBB and short-term A-2, outlook stable.

Capital expenditure and R&D

Gross capital expenditure in January-September, excluding business acquisitions, was EUR 31 million (EUR 46 million). Maintenance investments accounted for 78 percent, i.e. EUR 25 million (74% and EUR 34 million). Capital expenditure in 2015 will be lower compared to 2014 (EUR 74 million). Research and development expenses in January-September totaled EUR 32 million, i.e. 1.4 percent of net sales (EUR 43 million and 1.6%).

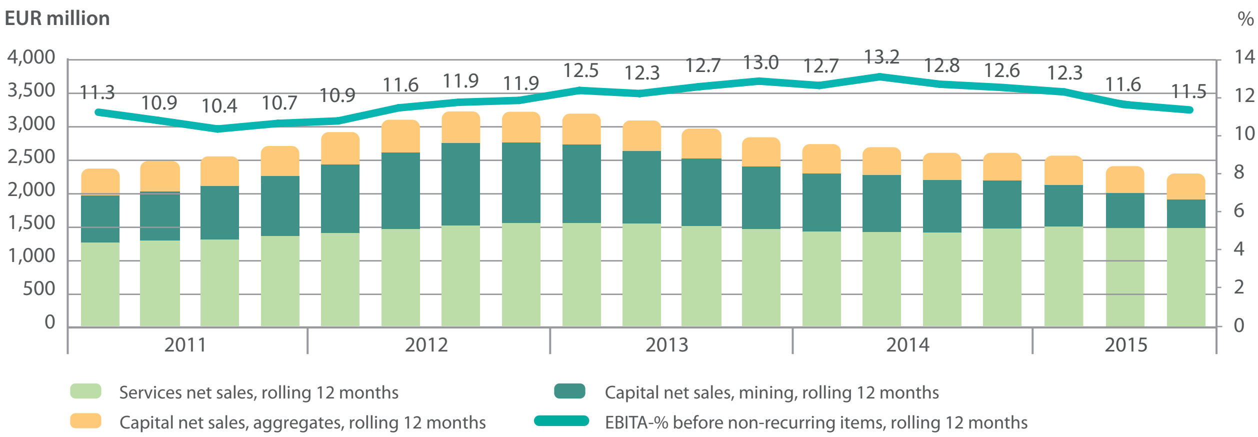
Reporting Segments

Minerals

- Net sales declined largely due to lower equipment sales.
- Profitability holding up fairly well, thanks to mix and cost control.

EUR million	Q3/ 2015	Q3/ 2014	Change %	Q1-Q3/ 2015	Q1-Q3/ 2014	Change %	2014
Orders received	**475**	558	-15	**1,675**	1,817	-8	2,361
Orders received by the services business	**339**	372	-9	**1,133**	1,158	-2	1,511
% of orders received	**71**	67		**68**	64		64
Order backlog at the end of the period				**1,004**	1,381	-27	1,108
Net sales	**501**	619	-19	**1,624**	1,933	-16	2,676
Net sales of the services business	**341**	357	-4	**1,063**	1,056	1	1,474
% of net sales	**68**	58		**65**	55		55
Earnings before interest, taxes and amortization (EBITA) and non-recurring items	**56**	74	-24	**172**	238	-28	338
% of net sales	**11.2**	11.9		**10.6**	12.3		12.6
Operating profit	**51**	48	6	**163**	177	-8	244
% of net sales	**10.2**	7.8		**10.0**	9.1		9.1
Return on operative capital employed (ROCE), %				**17.4**	18.9		19.4
Personnel at the end of the period				**9,267**	10,660	-13	10,368

Minerals, rolling net sales and EBITA



Order intake in the third quarter declined 15 percent and totaled EUR 475 million (EUR 558 million). Weakness in the mining industry continued, and mining equipment orders were at the same level as last year. Services orders from aggregates and mining customers declined as a result of lower demand for wear and spare parts. Performance services orders remained at the same level as last year. The order backlog at the end of September was EUR 1,004 million (EUR 1,108 million at the end of December 2014). We expect 51 percent of the order backlog to be delivered in 2015 and 45 percent in 2016.

Net sales in the third quarter totaled EUR 501 million, which is 19 percent lower than last year. Net sales of services declined 4 percent and were EUR 341 million, or 68 percent of total sales (EUR 357 million and 58%). Net sales in January–September declined 16 percent to EUR 1,624 million (EUR 1,933 million). The decline was a result of lower sales of mining and aggregates equipment.

The segment's EBITA before non-recurring items was EUR 56 million or 11.2 percent of net sales (EUR 74 million and 11.9%). Proportionally higher fixed costs in the equipment business continued to impact the segment's profitability negatively. EBITA before non-recurring items in January–September was EUR 172 million or 10.6 percent of net sales (EUR 238 million and 12.3%). Operating profit was EUR 51 million (EUR 48 million) in the third quarter and EUR 163 million (EUR 177 million) in January–September.

Flow Control

- Strong performance continued; Good gross margins and lower SG&A.
- Softness in oil & gas compensated by other process industries.

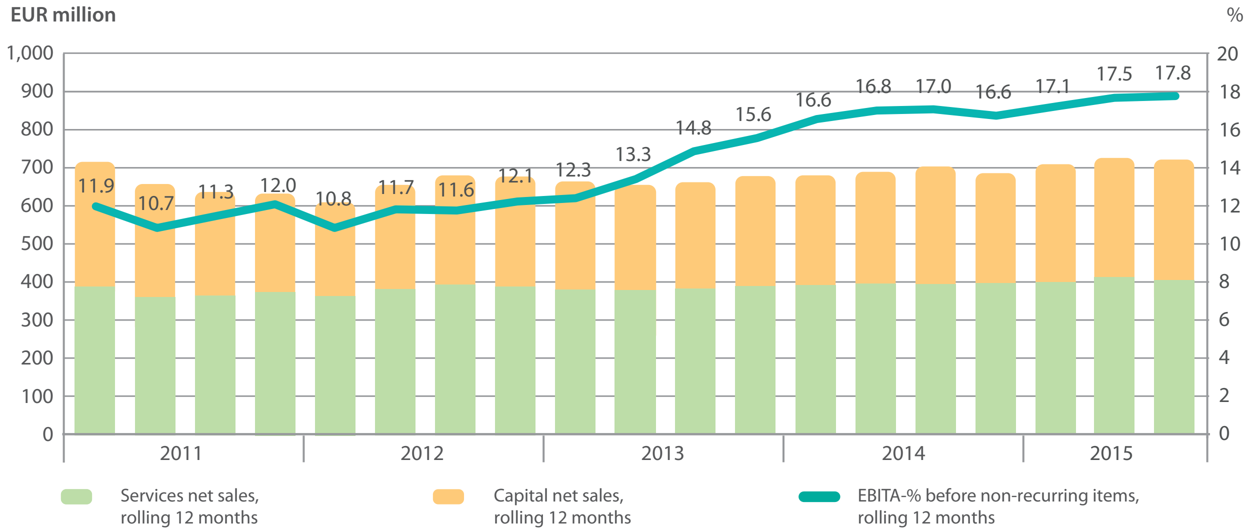
EUR million	Q3/ 2015	Q3/ 2014	Change %	Q1-Q3/ 2015	Q1-Q3/ 2014	Change %	2014
Orders received	**172**	230	-25	**594**	795	-25	1,051
Orders received by the services business	**96**	120	-20	**339**	414	-18	542
% of orders received	**56**	52		**57**	52		52
Order backlog at the end of the period				**285**	500	-43	468
Net sales	**179**	247	-28	**598**	712	-16	982
Net sales of the services business	**93**	133	-30	**325**	379	-14	533
% of net sales	**52**	54		**54**	53		54
Earnings before interest, taxes and amortization (EBITA) and non-recurring items	**37**	42	-11	**94**	106	-11	148
% of net sales	**20.7**	16.9		**15.7**	14.9		15.1
Operating profit *	**33**	36	-9	**89**	98	-10	139
% of net sales	**18.4**	14.6		**14.8**	13.8		14.1
Return on operative capital employed (ROCE), %				**33.4**	34.7		36.5
Personnel at the end of the period				**2,814**	4,562	-38	4,557

Figures for Q1–Q3/2015, Q3/2014, Q1–Q3/2014, and full-year 2014 include Process Automation Systems.
* Operating profit for Q1–Q3/2015 does not include the gain on disposal of the PAS business.

Flow Control excluding PAS

EUR million	Q3/ 2015	Q3/ 2014	Change %	Q1-Q3/ 2015	Q1-Q3/ 2014	Change %	2014
Orders received	**172**	172	0	**533**	538	-1	717
Service % of orders received	**56**	53		**57**	57		56
Net sales	**179**	185	-3	**543**	512	6	685
Service % of net sales	**52**	55		**54**	56		58
Earnings before interest, taxes and amortization (EBITA) and non-recurring items	**37**	37	0	**103**	89	16	114
% of net sales	**20.7**	20.2		**18.9**	17.4		16.6
Return on operative capital employed (ROCE), %				**40.4**	34.9		33.1
Personnel at the end of the period				**2,814**	2,972	-5	2,985

Flow Control, rolling net sales and EBITA



The segment's order intake totaled EUR 172 million in the third quarter, which is at the same level with the corresponding period. Orders for services increased 5 percent on the comparison period and accounted for 56 percent of all orders received. Orders for pumps grew by 16 percent.

Total order intake in January – September was EUR 533 million, which is 1 percent lower than in the comparison period. Flow Control's order backlog at the end of September was EUR 285 million, of which 63 percent is expected to be delivered in 2015.

Segment net sales in the third quarter declined by 3 percent from the corresponding quarter last year. Valve sales were flat, whereas sales of pumps declined.

Flow Control's profitability continued to improve year-on-year, thanks to healthy gross margins and cost control. EBITA before non-recurring items totaled EUR 37 million, which is 20.7 percent of net sales (37 million and 20.2%). The segment's EBITA before non-recurring items in January–September increased to EUR 103 million from EUR 89 million in the corresponding period last year.

Personnel

Metso had 12,664 employees at the end of September 2015. Compared to the end of 2014, headcount has declined by 1,101 in Minerals and by 1,743 in Flow Control, 1,657 of which is attributable to the divestment of PAS. Personnel in emerging markets accounted for 50 percent (50%).

Personnel by area

	Sep 30, 2015	% of personnel	Sep 30, 2014	% of personnel	Change %	Dec 31, 2014
Europe	**4,296**	**34**	4,937	34	-13	4,824
North America	**2,001**	**16**	2,388	17	-16	2,296
South and Central America	**2,684**	**21**	3,000	21	-11	2,963
China	**1,214**	**9**	1,338	9	-9	1,314
Other Asia-Pacific	**1,500**	**12**	1,617	11	-7	1,599
Africa and Middle East	**969**	**8**	1,069	8	-9	1,076
Metso excluding PAS	**12,664**	**100**	14,349	100	-12	14,072
Process Automation Systems	-		1,590			1,572
Metso total	**12,664**		15,939		-21	15,644

	Sep 30, 2015	% of personnel	Sep 30, 2014	% of personnel	Change %	Dec 31, 2014
Emerging markets	**6,282**	**50**	7,139	50	-12	6,967
Developed markets	**6,382**	**50**	7,210	50	-11	7,105
Metso excluding PAS	**12,664**	**100**	14,349	100	-12	14,072
Process Automation Systems	-		1,590			1,572
Metso total	**12,664**		15,939		-21	15,644

Shares and share trading

As of September 30, 2015, Metso's share capital was EUR 140,982,843.80 and the total number of shares was 150,348,256. This included 363,718 shares held by the Parent Company, which represented 0.2 percent of all shares and votes.

The average number of shares outstanding in January–September 2015, excluding those held by the Parent Company, was 149,958,016 and the average number of diluted shares was 149,971,165.

A total of 111,612,115 Metso shares were traded on NASDAQ OMX Helsinki during January-September 2015, equivalent to a turnover of EUR 2,789 million. The average trading price for the period was EUR 24.96. The highest quotation was EUR 29.55 and the lowest EUR 17.31. The share price on the last trading day of the period, September 30, 2015, was EUR 18.59, giving Metso a market capitalization, excluding shares held by the Parent Company, of EUR 2,788 million.

Metso's ADRs (American Depositary Receipts) are traded on the International OTCQX, the premier tier of the OTC (over-the-counter) market in the United States, under the ticker symbol 'MXCYY', with four ADRs representing one Metso share. The closing price of the Metso ADR on September 30 was USD 4.91.

Flaggings

BlackRock, Inc. announced that on August 19, 2015 its shareholding in Metso fell below the 5 percent threshold, after being 5.1 percent, or 7,674,531 shares in their previous announcement on June 18, 2015.

Changes in Metso's Executive Team

Two appointments were made to Metso's Executive Team on July 23, 2015, with immediate effect. Perttu Louhiluoto was appointed President, Services, and John Quinlivan was appointed President, Flow Control. The former President of Services, Juha Silvennoinen, did not continue in Metso.

With these appointments, Metso's Executive Team consists of Matti Kähkönen, President and CEO (Chairman of the Executive Team); Harri Nikunen, CFO and Deputy to the CEO; João Ney Colagrossi, President, Minerals; Perttu Louhiluoto, President, Services; John Quinlivan, President, Flow Control; Merja Kamppari, Senior Vice President, Human Resources; and Simo Sääskilahti, Senior Vice President, Strategy and Business Development.

Divestments

In January 2015, Metso announced the divestment of its Process Automation Systems (PAS) business to Valmet Corporation for an enterprise value of EUR 340 million. The transaction was closed on April 1, 2015, and Metso booked a gain on disposal of about EUR 252 million in its second-quarter results. PAS had 1,657 employees and annual net sales of around EUR 300 million.

Payment of extra dividend

On July 23, 2015, Metso's Board of Directors decided to pay an extra dividend of EUR 0.40 per share, using the authorization given by the Annual General Meeting on March 27, 2015. The extra dividend was paid on August 4, 2015.

Short-term business risks and market uncertainties

Uncertainties surrounding economic growth globally, together with fluctuating exchange rates, might affect our customer industries and weaken the demand for Metso's products and services. Short-term financing deficits might have indirect adverse effects on Metso's operations due to our customers' reduced investment appetite. Our backlog, projects under negotiation and other business operations might also be adversely affected by political turbu¬lence seen, for example, in Eastern Europe and Russia. A prolonged uncertainty in the Chinese economy might affect our business negatively through declining foreign investments made in the country and falling commodity prices. A significant slowdown in global growth might further reduce market size and lead to tougher price competition.

New, cost-efficient players might alter the competitive situation in individual businesses, especially in emerging markets. A tougher pricing environment makes it harder to integrate increasing labor costs into our prices. The same is true for raw materials, except that our customers' investments can be driven by higher raw material prices. Low commodity prices reduce the investment appetite in our customer industries and projects might be postponed, delayed or discontinued.

Exchange rate fluctuations are likely to increase with economic uncertainty, although the wide geographical scope of our operations reduces the impact of any individual currency. Metso Group hedges currency exposure linked to firm delivery and purchase agreements.

Sufficient funding and financing is crucial at all times in order to ensure the continuity of our operations. Our current cash assets and funding are considered sufficient to secure liquidity and flexibility in the short and long run.

Short-term outlook

Market development

We expect the demand for mining equipment, products and projects to remain weak. We expect the demand for our mining services to be satisfactory and impacted by mine closures and customers' cost-savings initiatives. The demand for both aggregates equipment and services is expected to be satisfactory. The demand for Flow Control products related to customers' new investments is expected to be satisfactory. The demand for Flow Control services is expected to be good

Financial guidance for 2015 (updated on July 23, 2015)

We estimate that our net sales, excluding the Process Automation Systems business, in 2015 will be between EUR 3,000 million and EUR 3,200 million and that our EBITA margin before nonrecurring items will be around 12.5 percent (12.0-13.0%).

The guidance for 2015 is based on the current market activity in our customer industries, our current backlog and the current exchange rates.

Helsinki, October 22, 2015

Metso Corporation's Board of Directors

It should be noted that certain statements herein which are not historical facts, including, without limitation, those regarding expectations for general economic development and the market situation, expectations for customer industry profitability and investment willingness, expectations for company growth, development and profitability, and the realization of synergy benefits and cost savings, and statements preceded by "expects," "estimates," "forecasts" or similar expressions, are forward-looking statements. These statements are based on current decisions and plans and currently known factors. They involve risks and uncertainties that may cause the actual results to materially differ from the results currently expected by the company.

Such factors include, but are not limited to:

(1) general economic conditions, including fluctuations in exchange rates and interest levels, which influence the operating environment and profitability of customers and thereby the orders received by the company and their margins,

(2) the competitive situation, especially significant technological solutions developed by competitors,

(3) the company's own operating conditions, such as the success of production, product development and project management and their continuous development and improvement,

(4) the success of pending and future acquisitions and restructuring.

This Interim Review has been prepared in accordance with IAS 34 'Interim Financial Reporting'. The same accounting policies have been applied in the Annual Financial Statements. This Interim Review is unaudited.

Consolidated statement of income

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	1-12/2014
Net sales	**680**	861	**2,223**	2,640	3,658
Cost of goods sold	**-456**	-599	**-1,528**	-1,860	-2,579
Gross profit	**224**	262	**695**	780	1,079
Selling, general and administrative expenses	**-127**	-161	**-444**	-494	-683
Other operating income and expenses, net	**-21**	-29	**237**	-36	-46
Share in profits of associated companies	**0**	0	**0**	0	1
Operating profit	**76**	72	**488**	250	351
Financial income and expenses, net	**-12**	-16	**-31**	-52	-69
Profit before taxes	**64**	56	**457**	198	282
Income taxes	**-22**	-18	**-68**	-65	-93
Profit	**42**	38	**389**	133	189
Attributable to:					
Shareholders of the company	**42**	38	**389**	133	188
Non-controlling interests	**0**	0	**0**	0	1
Profit	**42**	38	**389**	133	189
Earnings per share					
Basic, EUR	**0.29**	0.26	**2.60**	0.89	1.25
Diluted, EUR	**0.29**	0.26	**2.60**	0.89	1.25

Consolidated statement of comprehensive income

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	1-12/2014
Profit	**42**	38	**389**	133	189
Items that may be reclassified to profit or loss in subsequent periods:					
Cash flow hedges, net of tax	**1**	0	**2**	-2	-3
Available-for-sale equity investments, net of tax	**0**	0	**0**	0	0
Currency translation on subsidiary net investments	**-48**	28	**-24**	34	33
Net investment hedge gains (+) / losses (-), net of tax	**-**	-	**-**	-	-
	-47	28	**-22**	32	30
Items that will not be reclassified to profit or loss:					
Defined benefit plan actuarial gains (+) / losses (-), net of tax	**-**	-	**-**	-	-19
Other comprehensive income (+) / expense (-)	**-47**	28	**-22**	32	11
Total comprehensive income (+) / expense (-)	**-5**	66	**367**	165	200
Attributable to:					
Shareholders of the company	**-5**	66	**367**	165	199
Non-controlling interests	**0**	0	**0**	0	1
Total comprehensive income (+) / expense (-)	**-5**	66	**367**	165	200

Consolidated balance sheet

ASSETS

EUR million	Sep 30, 2015	Sep 30, 2014	Dec 31, 2014
Non-current assets			
Intangible assets			
Goodwill	**453**	460	461
Other intangible assets	**99**	105	105
	552	565	566
Property, plant and equipment			
Land and water areas	**51**	51	52
Buildings and structures	**121**	136	144
Machinery and equipment	**151**	173	172
Assets under construction	**22**	33	30
	345	393	398
Financial and other assets			
Investments in associated companies	**1**	7	8
Available-for-sale equity investments	**1**	1	2
Loan and other interest bearing receivables	**11**	29	10
Derivative financial instruments	**12**	7	7
Deferred tax asset	**122**	125	127
Other non-current assets	**36**	34	40
	183	203	194
Total non-current assets	**1,080**	1,161	1,158
Current assets			
Inventories	**752**	925	842
Receivables			
Trade and other receivables	**656**	882	860
Cost and earnings of projects under construction in excess of advance billings	**131**	235	217
Loan and other interest bearing receivables	**1**	-	0
Financial instruments held for trading	**70**	18	13
Derivative financial instruments	**9**	6	9
Income tax receivables	**30**	60	25
Receivables total	**897**	1,201	1,124
Cash and cash equivalents	**537**	255	279
Total current assets	**2,186**	2,381	2,245
TOTAL ASSETS	**3,266**	3,542	3,403

SHAREHOLDERS' EQUITY AND LIABILITIES

EUR million	Sep 30, 2015	Sep 30, 2014	Dec 31, 2014
Equity			
Share capital	**141**	141	141
Cumulative translation adjustments	**-76**	-51	-52
Fair value and other reserves	**304**	303	302
Retained earnings	**1,005**	794	830
Equity attributable to shareholders	**1,374**	1,187	1,221
Non-controlling interests	**8**	8	8
Total equity	**1,382**	1,195	1,229
Liabilities			
Non-current liabilities			
Long-term debt	**766**	789	791
Post employment benefit obligations	**112**	91	121
Provisions	**23**	24	22
Derivative financial instruments	**8**	4	6
Deferred tax liability	**12**	16	13
Other long-term liabilities	**3**	3	3
Total non-current liabilities	**924**	927	956
Current liabilities			
Current portion of long-term debt	**26**	2	1
Short-term debt	**34**	103	71
Trade and other payables	**506**	657	630
Provisions	**70**	94	104
Advances received	**225**	316	277
Billings in excess of cost and earnings of projects under construction	**62**	154	88
Derivative financial instruments	**6**	36	22
Income tax liabilities	**31**	58	25
Total current liabilities	**960**	1,420	1,218
Total liabilities	**1,884**	2,347	2,174
TOTAL SHAREHOLDERS' EQUITY AND LIABILITIES	**3,266**	3,542	3,403

NET INTEREST BEARING LIABILITIES

EUR million	Sep 30, 2015	Sep 30, 2014	Dec 31, 2014
Long-term interest bearing debt	**766**	789	791
Short-term interest bearing debt	**60**	105	72
Cash and cash equivalents	**-537**	-255	-279
Other interest bearing assets	**-82**	-47	-23
Net interest bearing liabilities	**207**	592	561

Condensed consolidated cash flow statement

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	1-12/2014
Cash flows from operating activities:					
Profit	**42**	38	**389**	133	189
Adjustments to reconcile profit to net cash provided by operating activities					
Depreciation and amortization	**16**	18	**50**	55	75
Financial income and expenses, net	**11**	16	**31**	52	69
Income taxes	**22**	18	**68**	65	93
Other	**20**	35	**-235**	54	74
Change in net working capital	**18**	-40	**70**	-54	-75
Cash flows from operations	**129**	85	**373**	305	425
Financial income and expenses, net paid	**-4**	-2	**-14**	-37	-43
Income taxes paid	**-6**	-25	**-65**	-100	-126
Net cash provided by operating activities	**119**	58	**294**	168	256
Cash flows from investing activities:					
Capital expenditures on fixed assets	**-8**	-21	**-31**	-46	-74
Proceeds from sale of fixed assets	**7**	2	**13**	7	8
Business acquisitions, net of cash acquired	**-**	-8	**-**	-19	-19
Proceeds from sale of businesses, net of cash sold	**-14**	-	**247**	-	-
Proceeds from (+)/ Investments in (-) financial assets	**-43**	-	**-58**	2	7
Other	**5**	2	**-5**	-8	-13
Net cash provided by (+) / used in (-) investing activities	**-53**	-25	**166**	-64	-91
Cash flows from financing activities:					
Dividends paid	**-60**	-	**-217**	-150	-150
Net funding	**3**	-60	**24**	-179	-215
Other	**-**	-	**0**	-	0
Net cash provided by (+) / used in (-) financing activities	**-57**	-60	**-193**	-329	-365
Net increase (+) / decrease (-) in cash and cash equivalents	**9**	-27	**267**	-225	-200
Effect from changes in exchange rates	**-14**	11	**-9**	13	12
Cash and cash equivalents at beginning of period	**542**	271	**279**	467	467
Cash and cash equivalents at end of period	**537**	255	**537**	255	279

FREE CASH FLOW

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	1-12/2014
Net cash provided by operating activities	**119**	58	**294**	168	256
Capital expenditures on maintenance investments	**-9**	-14	**-25**	-34	-60
Proceeds from sale of fixed assets	**7**	2	**13**	7	8
Free cash flow	**117**	46	**282**	141	204

Consolidated statement of changes in shareholders' equity

EUR million	Share capital	Cumulative translation adjustments	Fair value and other reserves	Retained earnings	**Equity attributable to shareholders**	Non-controlling interests	**Total equity**
Balance at Jan 1, 2014	**141**	**-85**	**305**	**812**	**1,173**	**8**	**1,181**
Profit	-	-	-	133	133	0	133
Other comprehensive income (+) / expense (-)							
Cash flow hedges, net of tax	-	-	-2	-	-2	-	-2
Available-for-sale equity investments, net of tax	-	-	0	-	0	-	0
Currency translation on subsidiary net investments	-	34	-	-	34	-	34
Net investment hedge gains (losses), net of tax	-	-	-	-	-	-	-
Total comprehensive income (+) / expense (-)	-	34	-2	133	165	0	165
Dividends	-	-	-	-150	-150	-	-150
Share-based payments, net of tax	-	-	0	0	0	-	0
Other	-	-	0	-1	-1	0	-1
Changes in non-controlling interests	-	-	-	-	-	-	-
Balance at September 30, 2014	**141**	**-51**	**303**	**794**	**1,187**	**8**	**1,195**
Balance at Jan 1, 2015	**141**	**-52**	**302**	**830**	**1,221**	**8**	**1,229**
Profit	-	-	-	389	389	0	389
Other comprehensive income (+) / expense (-)							
Cash flow hedges, net of tax	-	-	2	-	2	-	2
Available-for-sale equity investments, net of tax	-	-	0	-	0	-	0
Currency translation on subsidiary net investments	-	-24	-	-	-24	-	-24
Net investment hedge gains (losses), net of tax	-	-	-	-	-	-	-
Total comprehensive income (+) / expense (-)	-	-24	2	389	367	0	367
Dividends	-	-	-	-217	-217	0	-217
Share-based payments, net of tax	-	-	1	0	1	-	1
Other	-	-	-1	3	2	0	2
Changes in non-controlling interests	-	-	-	0	0	-	0
Balance at September 30, 2015	**141**	**-76**	**304**	**1,005**	**1,374**	**8**	**1,382**

Acquisitions and disposals of businesses

Metso made no business acquisitions during January – September of 2015.

On April 13, 2015, Metso completed the sale of its Tampere foundry in Finland to a Finnish company TEVO Oy. The divestment was treated as sale of fixed assets and it had no significant effect on Metso's result.

In January 2015, Metso announced that it had entered into an agreement to sell its Process Automation Systems (PAS) business to Finnish Valmet Corporation for an enterprise value of EUR 340 million. The transaction was closed on April 1, 2015, and Metso booked a gain of about EUR 252 million on the transaction.

The PAS business was part of Metso's Flow Control segment and is the market leader in process automation solutions for the pulp, paper and power industries, with an extensive range of offering covering automation and quality control systems, analyzers and measurements and related services.

Fair value estimation

For those financial assets and liabilities which have been recognized at fair value in the balance sheet, the following measurement hierarchy and valuation methods have been applied:

Level 1 Quoted unadjusted prices at the balance sheet date in active markets. The market prices are readily and regularly available from an exchange, dealer, broker, market information service system, pricing service or regulatory agency. The quoted market price used for financial assets is the current bid price. Level 1 financial instruments include debt and equity investments classified as financial instruments available-for-sale or at fair value through profit and loss.

Level 2 The fair value of financial instruments in Level 2 is determined using valuation techniques. These techniques utilize observable market data readily and regularly available from an exchange, dealer, broker, market information service system, pricing service or regulatory agency. Level 2 financial instruments include:

- Over-the-counter derivatives classified as financial assets/liabilities at fair value through profit and loss or qualified for hedge accounting.
- Debt securities classified as financial instruments available-for-sale or at fair value through profit and loss.
- Fixed rate debt under fair value hedge accounting.

Level 3 A financial instrument is categorized into Level 3 if the calculation of the fair value cannot be based on observable market data. Metso had no such instruments.

The table below present Metso's financial assets and liabilities that are measured at fair value. There has been no transfers between fair value levels during 2014 or 2015.

September 30, 2015

EUR million	Level 1	Level 2	Level 3
Assets			
Financial assets at fair value through profit and loss			
• Derivatives	-	7	-
• Securities	20	30	-
Derivatives qualified for hedge accounting	-	13	-
Available for sale investments			
• Equity investments	0	-	-
• Debt investments	-	-	-
Total assets	**20**	**50**	**-**
Liabilities			
Financial liabilities at fair value through profit and loss			
• Derivatives	-	9	-
• Long term debt at fair value	-	421	-
Derivatives qualified for hedge accounting	-	4	-
Total liabilities	**-**	**434**	**-**

September 30, 2014

EUR million	Level 1	Level 2	Level 3
Assets			
Financial assets at fair value through profit and loss			
• Derivatives	-	5	-
• Securities	18	-	-
Derivatives qualified for hedge accounting	-	13	-
Available for sale investments			
• Equity investments	0	-	-
• Debt investments	-	-	-
Total assets	**18**	**18**	**-**
Liabilities			
Financial liabilities at fair value through profit and loss			
• Derivatives	-	33	-
• Long term debt at fair value	-	433	-
Derivatives qualified for hedge accounting	-	11	-
Total liabilities	**-**	**477**	**-**

Carrying value of other financial assets and liabilities than those presented in this fair value level hierarchy table approximates their fair value. Fair values of other debt is calculated as net present values.

Assets pledged and contingent liabilities

EUR million	Sep 30, 2015	Sep 30, 2014	Dec 31, 2014
On own behalf			
Mortgages	-	1	1
On behalf of others			
Guarantees	1	1	1
Other commitments			
Repurchase commitments	2	2	1
Other contingencies	3	4	4
Lease commitments	141	155	159

Notional amounts of derivative financial instruments

EUR million	Sep 30, 2015	Sep 30, 2014	Dec 31, 2014
Forward exchange rate contracts	777	1,103	1,040
Interest rate swaps	265	285	285
Cross currency swaps	244	261	244
Option agreements			
Bought	-	2	-
Sold	20	22	20

The notional amount of electricity forwards was 81 GWh as of September 30, 2015 and 184 GWh as of September 30, 2014.

The notional amount of nickel forwards to hedge stainless steel prices was 318 tons as of September 30, 2015 and 336 tons as of September 30, 2014

The notional amounts indicate the volumes in the use of derivatives, but do not indicate the exposure to risk.

Key ratios

	1-9/2015	1-9/2014	1-12/2014
Earnings per share, EUR	**2.60**	0.89	1.25
Diluted earnings per share, EUR	**2.60**	0.89	1.25
Equity/share at end of period, EUR	**9.16**	7.92	8.15
Return on equity (ROE), %, (annualized) *	**33.3**	15.0	15.7
Return on capital employed (ROCE) before taxes, %, (annualized) *	**26.5**	15.5	16.4
Return on capital employed (ROCE) after taxes, %, (annualized) *	**22.3**	11.5	12.1
Equity to assets ratio at end of period, %	**46.4**	38.9	40.5
Net gearing at end of period, %	**15.0**	49.6	45.6
Free cash flow, EUR million	**282**	141	204
Free cash flow/share, EUR	**1.88**	0.94	1.36
Cash conversion, % **	**206**	105	108
Gross capital expenditure (excl. business acquisitions), EUR million	**31**	46	74
Business acquisitions, net of cash acquired, EUR million	**-**	19	19
Depreciation and amortization, EUR million	**50**	55	75
Number of outstanding shares at end of period (thousands)	**149,985**	149,889	149,889
Average number of shares (thousands)	**149,958**	149,883	149,884
Average number of diluted shares (thousands)	**149,971**	149,966	149,970

* ROE and ROCE for 1-9/2015 include the gain on disposal of the PAS business, which is not annualized
** Gain on disposal of the PAS business is excluded from profit, when calculating cash conversion.

Exchange rates used

		1-9/2015	1-9/2014	1-12/2014	Sep 30, 15	Sep 30, 14	Dec 31, 2014
USD	(US dollar)	**1.1220**	1.3517	1.3256	**1.1203**	1.2583	1.2141
SEK	(Swedish krona)	**9.3656**	9.0380	9.1004	**9.4083**	9.1465	9.3930
GBP	(Pound sterling)	**0.7312**	0.8113	0.8055	**0.7385**	0.7773	0.7789
CAD	(Canadian dollar)	**1.4130**	1.4789	1.4639	**1.5034**	1.4058	1.4063
BRL	(Brazilian real)	**3.5476**	3.1094	3.1207	**4.4808**	3.0821	3.2207
CNY	(Chinese yuan)	**7.0101**	8.3341	8.1693	**7.1206**	7.7262	7.5358
AUD	(Australian dollar)	**1.4776**	1.4837	1.4777	**1.5939**	1.4442	1.4829

Formulas for calculation of indicators

EBITA before non-recurring items:

Operating profit + amortization + goodwill impairment + non-recurring items

Earnings per share, basic:

$$\frac{\text{Profit attributable to shareholders}}{\text{Average number of outstanding shares during period}}$$

Earnings per share, diluted:

$$\frac{\text{Profit attributable to shareholders}}{\text{Average number of diluted shares during period}}$$

Equity / share

$$\frac{\text{Equity attributable to shareholders}}{\text{Number of outstanding shares at the end of period}}$$

Return on equity (ROE), %:

$$\frac{\text{Profit}}{\text{Total equity (average for period)}} \times 100$$

Return on capital employed (ROCE) before taxes, %:

$$\frac{\text{Profit before tax + interest and other financial expenses}}{\text{Balance sheet total - non-interest bearing liabilities (average for period)}} \times 100$$

Return on capital employed (ROCE) after taxes, %:

$$\frac{\text{Profit + interest and other financial expenses}}{\text{Balance sheet total - non-interest bearing liabilities (average for period)}} \times 100$$

Net gearing, %:

$$\frac{\text{Net interest bearing liabilities}}{\text{Total equity}} \times 100$$

Equity to assets ratio, %:

$$\frac{\text{Total equity}}{\text{Balance sheet total – advances received}} \times 100$$

Free cash flow:

Net cash provided by operating activities
- capital expenditures on maintenance investments
+ proceeds from sale of fixed assets

= Free cash flow

Free cash flow / share:

$$\frac{\text{Free cash flow}}{\text{Average number of outstanding shares during period}}$$

Cash conversion, %:

$$\frac{\text{Free cash flow}}{\text{Profit}} \times 100$$

Segment information

ORDERS RECEIVED

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	10/2014-9/2015	1-12/2014
Minerals	**475**	558	**1,675**	1,817	2,219	2,361
Flow Control	**172**	230	**594**	795	850	1,051
Group Head Office and other	**-**	-	**-**	-	-	-
Intra Metso orders received	**0**	-2	**0**	-4	1	-3
Metso total	**647**	786	**2,269**	2,608	3,070	3,409

NET SALES

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	10/2014-9/2015	1-12/2014
Minerals	**501**	619	**1,624**	1,933	2,367	2,676
Flow Control	**179**	247	**598**	712	868	982
Group Head Office and other	**1**	-	**2**	-	7	5
Intra Metso net sales	**-1**	-5	**-1**	-5	-1	-5
Metso total	**680**	861	**2,223**	2,640	3,241	3,658

EBITA BEFORE NON-RECURRING ITEMS

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	10/2014-9/2015	1-12/2014
Minerals	**55.9**	73.5	**171.5**	237.8	271.5	337.8
Flow Control	**37.0**	41.8	**93.9**	106.0	136.1	148.2
Group Head Office and other	**-0.6**	-11.5	**-8.9**	-21.3	-13.4	-25.8
Metso total	**92.3**	103.8	**256.5**	322.5	394.2	460.2

EBITA BEFORE NON-RECURRING ITEMS, % OF NET SALES

%	7-9/2015	7-9/2014	1-9/2015	1-9/2014	10/2014-9/2015	1-12/2014
Minerals	**11.2**	11.9	**10.6**	12.3	11.5	12.6
Flow Control	**20.7**	16.9	**15.7**	14.9	15.7	15.1
Group Head Office and other	**n/a**	n/a	**n/a**	n/a	n/a	n/a
Metso total	**13.6**	12.1	**11.5**	12.2	12.2	12.6

NON-RECURRING ITEMS

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	10/2014-9/2015	1-12/2014
Minerals	**-3.3**	-21.8	**-3.3**	-51.3	-32.7	-80.7
Flow Control	**-3.3**	-5.0	**-3.3**	-5.6	-3.8	-6.1
Group Head Office and other	**-5.8**	-0.3	**251.4**	-1.3	249.1	-3.6
Metso total	**-12.4**	-27.1	**244.8**	-58.2	212.6	-90.4

AMORTIZATION

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	10/2014-9/2015	1-12/2014
Minerals	**-1.7**	-3.3	**-5.2**	-10.0	-8.4	-13.2
Flow Control	**-0.7**	-0.8	**-2.1**	-2.4	-3.1	-3.4
Group Head Office and other	**-2.0**	-0.6	**-6.1**	-1.7	-6.8	-2.4
Metso total	**-4.4**	-4.7	**-13.4**	-14.1	-18.3	-19.0

OPERATING PROFIT (LOSS)

EUR million	7-9/2015	7-9/2014	1-9/2015	1-9/2014	10/2014-9/2015	1-12/2014
Minerals	**50.9**	48.2	**163.0**	176.5	230.4	243.9
Flow Control	**33.0**	36.2	**88.5**	98.0	129.2	138.7
Group Head Office and other	**-8.4**	-12.4	**236.3**	-24.3	228.9	-31.8
Metso total	**75.5**	72.0	**487.8**	250.2	588.5	350.8

OPERATING PROFIT (LOSS), % OF NET SALES

%	7-9/2015	7-9/2014	1-9/2015	1-9/2014	10/2014-9/2015	1-12/2014
Minerals	**10.2**	7.8	**10.0**	9.1	9.7	9.1
Flow Control	**18.4**	14.6	**14.8**	13.8	14.9	14.1
Group Head Office and other	**n/a**	n/a	**n/a**	n/a	n/a	n/a
Metso total	**11.1**	8.4	**21.9**	9.5	18.2	9.6

Quarterly information

ORDERS RECEIVED

EUR million	7-9/2014	10-12/2014	1-3/2015	4-6/2015	**7-9/2015**
Minerals	558	544	558	642	**475**
Flow Control	230	256	241	181	**172**
Group Head Office and other	-	-	-	-	**-**
Intra Metso orders received	-2	1	0	0	**0**
Metso total	786	801	799	823	**647**

NET SALES

EUR million	7-9/2014	10-12/2014	1-3/2015	4-6/2015	**7-9/2015**
Minerals	619	743	563	560	**501**
Flow Control	247	270	225	194	**179**
Group Head Office and other	-	5	-	1	**1**
Intra Metso net sales	-5	0	-1	1	**-1**
Metso total	861	1,018	787	756	**680**

EBITA BEFORE NON-RECURRING ITEMS

EUR million	7-9/2014	10-12/2014	1-3/2015	4-6/2015	**7-9/2015**
Minerals	73.5	100.0	55.4	60.2	**55.9**
Flow Control	41.8	42.2	20.8	36.1	**37.0**
Group Head Office and other	-11.5	-4.5	-5.9	-2.4	**-0.6**
Metso total	103.8	137.7	70.3	93.9	**92.3**

EBITA BEFORE NON-RECURRING ITEMS, % OF NET SALES

%	7-9/2014	10-12/2014	1-3/2015	4-6/2015	**7-9/2015**
Minerals	11.9	13.5	9.9	10.8	**11.2**
Flow Control	16.9	15.6	9.2	18.6	**20.7**
Group Head Office and other	n/a	n/a	n/a	n/a	**n/a**
Metso total	12.1	13.5	8.9	12.4	**13.6**

NON-RECURRING ITEMS

EUR million	7-9/2014	10-12/2014	1-3/2015	4-6/2015	**7-9/2015**
Minerals	-21.8	-29.4	-	-	**-3.3**
Flow Control	-5.0	-0.5	-	-	**-3.3**
Group Head Office and other	-0.3	-2.3	-	257.2	**-5.8**
Metso total	-27.1	-32.2	-	257.2	**-12.4**

AMORTIZATION

EUR million	7-9/2014	10-12/2014	1-3/2015	4-6/2015	**7-9/2015**
Minerals	-3.3	-3.2	-1.6	-1.9	**-1.7**
Flow Control	-0.8	-1.0	-1.3	-0.1	**-0.7**
Group Head Office and other	-0.6	-0.7	-2.0	-2.1	**-2.0**
Metso total	-4.7	-4.9	-4.9	-4.1	**-4.4**

OPERATING PROFIT (LOSS)

EUR million	7-9/2014	10-12/2014	1-3/2015	4-6/2015	**7-9/2015**
Minerals	48.2	67.4	53.8	58.3	**50.9**
Flow Control	36.2	40.7	19.4	36.1	**33.0**
Group Head Office and other	-12.4	-7.5	-7.9	252.7	**-8.4**
Metso total	72.0	100.6	65.3	347.1	**75.5**

OPERATING PROFIT (LOSS), % OF NET SALES

%	7-9/2014	10-12/2014	1-3/2015	4-6/2015	**7-9/2015**
Minerals	7.8	9.1	9.6	10.4	**10.2**
Flow Control	14.6	15.1	8.6	18.6	**18.4**
Group Head Office and other	n/a	n/a	n/a	n/a	**n/a**
Metso total	8.4	9.9	8.3	45.9	**11.1**

CAPITAL EMPLOYED

EUR million	Sep 30, 2014	Dec 31, 2014	Mar 31, 2015	June 30, 2015	**Sep 30, 2015**
Minerals	1,337	1,337	1,308	1,252	**1,167**
Flow Control	396	376	389	329	**322**
Group Head Office and other	355	379	494	695	**718**
Metso total	2,088	2,092	2,191	2,276	**2,207**

Capital employed includes only external balance sheet items.

ORDER BACKLOG

EUR million	Sep 30, 2014	Dec 31, 2014	Mar 31, 2015	June 30, 2015	**Sep 30, 2015**
Minerals	1,381	1,108	1,120	1,109	**1,004**
Flow Control	500	468	510	300	**285**
Group Head Office and other	-	-	-	-	**-**
Intra Metso order backlog	-9	-1	1	2	**0**
Metso total	1,872	1,575	1,631	1,411	**1,289**

PERSONNEL

	Sep 30, 2014	Dec 31, 2014	Mar 31, 2015	June 30, 2015	**Sep 30, 2015**
Minerals	10,660	10,368	10,182	9,739	**9,267**
Flow Control	4,562	4,557	4,495	2,927	**2,814**
Group Head Office and other	717	719	673	658	**583**
Metso total	15,939	15,644	15,350	13,324	**12,664**

Non-recurring items and amortization of intangible assets

7-9/2015 EUR million	Minerals	Flow Control	Group Head office and other	Metso total
EBITA before non-recurring items	**55.9**	**37.0**	**-0.6**	**92.3**
% of net sales	**11.2**	**20.7**	**-**	**13.6**
Gain on disposal of the PAS business	-	-	-5.8	**-5.8**
Capacity adjustment expenses	-3.3	-	-	**-3.3**
Other costs	-	-3.3	-	**-3.3**
Amortization of intangible assets	-1.7	-0.7	-2.0	**-4.4**
Operating profit (EBIT)	50.9	33.0	-8.4	**75.5**

7-9/2014 EUR million	Minerals	Flow Control	Group Head office and other	Metso total
EBITA before non-recurring items	**73.5**	**41.8**	**-11.5**	**103.8**
% of net sales	**11.9**	**16.9**	**-**	**12.1**
Impairment loss of long-term loan receivables of Northland	-22.7	-	-	**-22.7**
Capacity adjustment expenses	0.9	-5.0	-	**-4.1**
Demerger costs	-	-	-0.3	**-0.3**
Amortization of intangible assets	-3.3	-0.8	-0.6	**-4.7**
Operating profit (EBIT)	48.2	36.2	-12.4	**72.0**
Loss on revaluation of Northland bonds in other financial expenses			-6.7	

1-9/2015 EUR million	Minerals	Flow Control	Group Head office and other	Metso total
EBITA before non-recurring items	**171.5**	**93.9**	**-8.9**	**256.5**
% of net sales	**10.6**	**15.7**	**-**	**11.5**
Gain on disposal of the PAS business	-	-	252.3	**252.3**
Capacity adjustment expenses	-3.3	-	-	**-3.3**
Other costs	-	-3.3	-0.9	**-4.2**
Amortization of intangible assets	-5.2	-2.1	-6.1	**-13.4**
Operating profit (EBIT)	163.0	88.5	236.3	**487.8**

1-9/2014 EUR million	Minerals	Flow Control	Group Head office and other	Metso total
EBITA before non-recurring items	**237.8**	**106.0**	**-21.3**	**322.5**
% of net sales	**12.3**	**14.9**	**-**	**12.2**
Impairment loss of long-term loan receivables of Northland	-35.5	-	-	**-35.5**
Capacity adjustment expenses	-15.8	-5.6	-	**-21.4**
Demerger costs	-	-	-1.3	**-1.3**
Amortization of intangible assets	-10.0	-2.4	-1.7	**-14.1**
Operating profit (EBIT)	176.5	98.0	-24.3	**250.2**
Loss on revaluation of Northland bonds in other financial expenses			-14.9	

1-12/2014 EUR million	Minerals	Flow Control	Group Head office and other	Metso total
EBITA before non-recurring items	**337.8**	**148.2**	**-25.8**	**460.2**
% of net sales	**12.6**	**15.1**	**-**	**12.6**
Credit loss of Northland long-term receivables	-47.5	-	-	**-47.5**
Capacity adjustment expenses	-33.2	-6.1	-0.4	**-39.7**
Demerger costs	-	-	-3.2	**-3.2**
Amortization of intangible assets	-13.2	-3.4	-2.4	**-19.0**
Operating profit (EBIT)	243.9	138.7	-31.8	**350.8**
Credit loss of Northland bonds in other financial expenses			-18.7	

Metso's financial reporting and events in 2016

Metso's Financial Statements Review for 2015 will be published on February 4, 2016.
Metso's Interim Reviews for 2016 will be published as follows:
January–March on April 22, January–June on July 21 and January–September on October 21.

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