

Press release

11 December 2019

Holmen to establish large-scale wind power on its land

Holmen's Board has today taken the decision to construct the Blåbergsleden wind farm on its land outside Skellefteå in northern Sweden. The investment totals SEK 1.3 billion and comprises 26 wind turbines with a combined capacity of 143 MW.

"For Holmen, the establishment of large-scale wind power provides a logical complement to our hydro power. It's also an effective way of obtaining added value from our forest ownership, and additional renewable electricity is positive for both Sweden and the climate," says Henrik Sjölund, Holmen President and CEO.

The company's investment in wind power, combined with the growing forest and renewable products manufactured at Holmen's mills, will contribute to a more sustainable society. The Blåbergsleden facility will increase Holmen's production of renewable energy by 35% to over 1 600 GWh. This is a significant step in the development of Holmen's energy business. Following this investment decision, Fredrik Nordqvist, Senior Vice President Renewable Energy, will join Holmen's Group management.

"The European energy market is undergoing transition because of the issue of climate change. Politicians have determined that fossil-fuel generation in the EU should be phased out and replaced with renewable energy. As a large landowner, we have a unique opportunity to develop our own wind power projects. Now that wind power's production costs have decreased considerably owing to technical developments, we believe we can obtain a good return by investing in wind power," says Henrik Sjölund, Holmen President and CEO.

Blåbergsleden will be constructed in cooperation with GE Renewable Energy and is expected to be operational by the end of 2021. Holmen's application to construct a wind farm in nearby Blisterliden is currently being reviewed and approval is likely to be received during 2020. Alongside this, building applications are being prepared for additional wind power facilities on Holmen's land in southern and central Sweden.

For more information, please contact:

Henrik Sjölund, President and CEO, Holmen, tel. +46 8 666 21 05

Stina Sandell, Director of Sustainability and Communications, Holmen, +46 739 86 51 12

This information is information that Holmen AB is obliged to make public pursuant to the EU Market Abuse Regulation. The information was submitted for publication, through the agency of the contact person set out above, on 11 December 2019 at 18.00 CET.

Holmen's business concept is to own and add value to the forest. The forest holdings form the basis of the business – an ecocycle in which the raw material grows and is refined into everything from wood for climate-smart building to renewable packaging, magazines and books. The forest is managed to provide a good annual return and stable value growth while our production operations are run with a focus on profitability and greater value added. In 2018 Holmen's net sales were just over SEK 16 billion and the group has approx. 3 000 employees. Holmen's shares are listed on Nasdaq Stockholm, Large Cap. For more information, visit holmen.com.