

The Stockmann Group's sales from continuing operations grew by 16 per cent to EUR 371.7 million (EUR 320.9 million in 2006). Profit from continuing operations before taxes grew substantially and was EUR 8.0 million (EUR 1.1 million). Owing to the effect of other operating income that was booked in the comparison period, the entire Group's profit before taxes decreased by EUR 0.7 million in the report period. Earnings per share were EUR 0.11. The earnings estimate for 2007 is unchanged.

Key figures

		Q1/2007	Q1/2006	2006
Continuing operations				
Sales	EUR mill.	371.7	320.9	1 477.8
Revenue	EUR mill.	311.4	269.4	1 239.6
Operating profit	EUR mill.	8.2	0.8	99.9
Profit before taxes	EUR mill.	8.0	1.1	99.4
Earnings per share	EUR	0.11	0.02	1.39
Group total				
Equity per share	EUR	9.14	8.40	10.34
Cash flow from operating activities	EUR mill.	-38.6	-31.7	117.4
Gearing	per cent	19.7	18.4	-6.3
Equity ratio	per cent	63.0	64.1	74.5
Weighted average number of shares	thousands	55 353	54 077	54 310
Return on capital employed, rolling 12 months	per cent	22.0	21.6	22.9

Financial reporting

Stockmann adopted International Financial Reporting Standards (IFRS) on January 1, 2005. The accounting policies and calculation methods applied in the Quarterly Report are the same as those in the 2006 financial statements. In the financial reporting for 2006, Stockmann Auto and the Zara business in Russia are treated as discontinued operations in accordance with IFRS 5. The figures are unaudited.

Sales and result

Stockmann's consolidated sales, eliminating the Stockmann Auto business for the comparison period, were up 15.8 per cent. Net of the elimination, sales decreased by 6.1 per cent to EUR 371.7 million (EUR 395.7 million). The exceptionally strong sales growth was due to running the Department Store Division's Crazy Days campaign at the department stores in Finland entirely in March. The Group's sales abroad amounted to EUR 90.3 million, an increase of 15 per cent. Sales from continuing operations in Finland grew by 16.0 per cent to EUR 281.4 million. International operations accounted for an increased share of consolidated sales, rising from 20 per cent to 24 per

cent. Revenue was EUR 311.4 million, as against EUR 330.5 million in the comparison period.

There was no other operating income. In the comparison period, other operating income of EUR 7.4 million came from the capital gain on the disposal of Stockmann Auto.

The gross margin on the Group's operations rose by EUR 10.5 million to EUR 119.8 million and the relative gross margin was 38.5 per cent (33.1 per cent).

The relative gross margin improved at all the business units. The Group's relative gross margin was furthermore improved by the discontinuance of low-margin vehicle sales as from the beginning of March 2006. Operating expenses increased by EUR 2.6 million and depreciation by EUR 0.8 million. Because of other operating income booked in the comparison period, consolidated operating profit diminished by EUR 0.3 million to EUR 8.2 million. Operating profit from continuing operations grew by EUR 7.4 million to EUR 8.2 million (EUR 0.8 million). The growth in operating profit from continuing operations was affected significantly by timing the Crazy Days campaign differently from the comparison period.

Net financial income and expenses decreased by EUR 0.4 million and were EUR 0.2 million negative (EUR 0.2 million).

Profit before taxes was EUR 8.0 million, down EUR 0.7 million on the figure a year earlier. Profit from continuing operations before taxes grew by EUR 6.9 million. Direct taxes were EUR 1.9 million, an increase of EUR 1.6 million on the previous year. In the comparison period, earnings included EUR 7.4 million of tax-free capital gains. Net profit for the report period was EUR 6.1 million, compared with EUR 8.4 million a year earlier. Profit from continuing operations in the period increased by EUR 5.3 million.

Earnings per share were EUR 0.11 (EUR 0.16) and diluted for options they were EUR 0.11 (EUR 0.15). Equity per share was EUR 9.14 (EUR 8.40).

Sales and earnings trend by business segment

The Department Store Division's sales grew by 19 per cent to EUR 281.2 million. Sales in Finland were up 22 per cent. Sales in Finland were increased substantially by running the Crazy Days campaign entirely in March. International Operations' sales were increased by the good like-for-like retail performance by the department stores in Russia and the Baltic countries, a fourth department store that was opened in Moscow in mid-February as well as the new Bestseller stores. At the beginning of the report period, problems were encountered in importing goods to Russia, but they were resolved towards the end of the report period. The problems led to a momentary shortage of goods, which slowed down sales growth. Sales by International Operations nonetheless grew by 12 per cent, and its share of the division's sales was 25 per cent (26 per cent). The relative share which International Operations occupy in the Department Store Division's sales, decreased in the first quarter because the Crazy Days campaign was not run at the department stores abroad until April. The Department Store Division's operating result improved by EUR 7.9 million and was EUR 7.8 million (a loss of EUR 0.1 million). The trend in earnings from operations in Finland was very profitable in the first quarter, mainly owing to the effect of timing the Crazy Days campaign. Earnings from International Operations were burdened by the start-up costs of the department store opened in Moscow in

February as well as by the new Bestseller stores. On the other hand, sales and earnings at the department stores in Estonia and Latvia were on an upward curve.

Hobby Hall reported sales growth of 6 per cent to EUR 55.6 million (EUR 52.6 million). Sales grew in both Finland and the Baltic countries. Online sales continued to grow buoyantly, accounting for 53 per cent of Hobby Hall's distance retailing sales in Finland (44 per cent). In the Baltic countries too, online sales showed strong growth. Thanks to the increase in the relative gross margin and effective cost management, Hobby Hall's operating profit improved by EUR 0.5 million and was EUR 1.5 million (EUR 1.0 million).

Seppälä's sales increased by 7 per cent on the same period of last year and were EUR 34.6 million. Sales grew strongly in Russia and the Baltic countries, where they were boosted by the new stores that were opened towards the end of 2006 and at the beginning of 2007 as well as by the good like-for-like sales trend. Sales abroad grew by 42 per cent and their share of Seppälä's total sales rose to 27 per cent (21 per cent). The relative gross margin improved, but fixed costs and depreciation also increased because of the heavy investments in opening new stores. Seppälä's operating profit in the report period was on a par with the comparison period, or EUR 0.8 million.

Financing and capital employed

Liquid assets amounted to EUR 23.8 million at the end of the report period, as against EUR 14.5 million a year earlier and EUR 59.2 million at the end of 2006.

Interest-bearing liabilities at the end of March were EUR 124.1 million (EUR 97.9 million), of which EUR 43.4 million consisted of long-term borrowings (EUR 13.4 million). EUR 20.0 million of new long-term borrowings was drawn down during the report period. Capital expenditures amounted to EUR 33.2 million. Net working capital amounted to EUR 244.6 million at the end of March, as against EUR 254.9 million a year earlier and EUR 194.5 million at the end of 2006. The dividend of EUR 72.1 million for the 2006 financial year, which was declared by a resolution of the Annual General Meeting on March 20, 2007, was paid out on March 30. Subscriptions made by exercising the share options for 2000 added EUR 3.1 million to shareholders' equity. The equity ratio was 63.0 per cent at the end of March (64.1 per cent). The equity ratio at the end of 2006 was 74.5 per cent. Gearing was 19.7 per cent at the end of March (18.4 per cent). At the end of 2006, gearing was 6.3 per cent negative.

The return on capital employed over the past 12 months was 22.0 per cent (22.9 per cent at the end of 2006). The Group's capital employed increased by EUR 81.3 million from March of the previous year and stood at EUR 633.6 million towards the end of the report period (EUR 595.0 million at the end of 2006).

Capital expenditures and current projects

Capital expenditures during the report period totalled EUR 33.2 million (EUR 14.9 million).

The construction works for the major enlargement and transformation project for the department store in the centre of Helsinki are continuing. The

project involves expanding the department store's commercial premises by about 10 000 square metres by converting existing premises to commercial use and by building new retail space. In addition, completely new goods handling, servicing and customer parking areas will be built. After the enlargement the Helsinki department store will have a total of about 50 000 square metres of retail space. The total cost estimate for the project is approximately EUR 145 million. The works will be carried out stage by stage and are estimated to reach completion in 2010. During the report period, the project required an investment of about EUR 11.4 million.

A new Stockmann Beauty store was opened in Joensuu in February. The fifteenth store in the Stockmann Beauty chain will be opened in Rovaniemi in the autumn.

In February 2007, the Department Store Division opened a fourth department store in Moscow, in the Mega Shopping Centre on the south-east side of town. The department store has over 10 000 square metres of retail space. Stockmann's portion of the total costs of the department store, which was built in leased premises, were EUR 16.5 million, of which EUR 5.8 million was an outlay in the report period. Operations have started up according to plan.

Four new Bestseller stores were opened in Russia in the report period: in St Petersburg, Moscow, Kazan and Samara. Stockmann now has a total of 15 Bestseller stores in Russia. The sixth Bestseller store in St Petersburg will be opened towards the end of April. Later this year, a second store will be opened in Samara, as well as one store each in Rostov-on-Don and Novosibirsk.

The first two Stockmann Nike stores were opened in St Petersburg in February. Towards the end of the year, stores will be opened in Rostov-on-Don, Nizhny Novgorod, Novosibirsk and Samara.

In 2006 Stockmann purchased a 10 000-odd square metre commercial plot on Nevsky Prospect, St Petersburg's high street. The plot is located next to the Vosstaniya Square underground station, in the immediate vicinity of Moscow Station. On this plot, Stockmann will erect the Nevsky Centre shopping centre that will have about 100 000 square metres of gross floor space, of which about 50 000 square metres will be store and office space. A full-scale Stockmann department store with about 20 000 square metres of retail space has been planned for the shopping centre, along with other retail stores, office premises and an underground car park. The department store and shopping centre investment will have a price tag of about EUR 135 million. On the plot for the Nevsky Centre development, the old buildings have been torn down, and the actual construction works are under way. The completion schedule for the building has been specified, and plans call for opening the department store and shopping centre in spring 2009. During the report period, the project required an investment of about EUR 8.2 million.

Stockmann has signed a preliminary agreement on opening Moscow's fifth Stockmann department store in leased premises in the Metropolis Shopping Centre that is being built right near the city's centre. The department store will have a total of about 8 000 square metres of floor space, and Stockmann's investment in the project will be about EUR 12 million. The objective is to open the department store in autumn 2008.

The Department Store Division's capital expenditures totalled EUR 30.4 million.

Hobby Hall's capital expenditures amounted to EUR 0.6 million. Hobby Hall launched distance retailing in Lithuania in February 2007 and will start a similar launch in Russia towards the end of 2007. In April, Hobby Hall introduced a new distance retailing information system that will increase the efficiency of the company's commercial and administrative functions.

Seppälä's capital expenditures came to EUR 2.0 million. Seppälä opened two stores in Russia during the report period. Seppälä's objective is to open further 10-15 stores in Latvia, Lithuania and Russia during 2007 and to start operations in Ukraine. Seppälä is presently upgrading its cash register system, which will become fully operational during the summer.

Other capital expenditures in the report period amounted to EUR 0.2 million.

Annual General Meeting

The Annual General Meeting of Stockmann plc, held on March 20, 2007, passed a resolution to elect seven members to seats on the Board of Directors in accordance with the proposal by the Board's Appointments and Compensation Committee. Following the announcement by Lasse Koivu, Chairman of the Board of Directors, that he will no longer be available as a member of the company's Board of Directors, the Annual General Meeting re-elected Erkki Etola, managing director, Oy Etola Ab; Professor Eva Liljeblom; Kari Niemistö, managing director, Oy Selective Investor Ab; Christoffer Taxell, LL.M.; Carola Teir-Lehtinen, Senior Vice President, Corporate Communications, Fortum Corporation; and Henry Wiklund, managing director, Svenska litteratursällskapet i Finland r.f., to seats on the Board of Directors and elected Kaj-Gustaf Bergh, managing director, Föreningen Konstsamfundet r.f., as a new member for a period of office up to the end of the next Annual General Meeting.

At its organization meeting on March 20, 2007, the Board of Directors elected Christoffer Taxell as its chairman and re-elected Erkki Etola as its vice chairman. The Board of Directors elected Christoffer Taxell chairman of the Appointments and Compensation Committee and re-elected as the other members of the committee Erkki Etola, Eva Liljeblom and Henry Wiklund.

Elected as regular auditors were Jari Härmälä, Authorized Public Accountant, and Henrik Holmbom, Authorized Public Accountant. KPMG Wideri Oy Ab, Authorized Public Accountants, will continue as the deputy auditor.

Under the new Companies Act, a shareholder who has not been registered in the book-entry system does not have the right to participate in a general meeting. Accordingly, the Annual General Meeting resolved to amend Article 12 of the Articles of Association in line with the new Companies Act.

The Annual General Meeting passed a resolution to authorize the Board of Directors to decide on transferring a maximum of 373 134 of the company's own Series B shares (treasury shares) in one or more instalments. The authorization will be valid for five years.

Shares and share capital

The company's market capitalization at the end of March was EUR 1 826.7 million (EUR 1 788.1 million). At the end of 2006 the market capitalization was EUR 2 028.6 million.

Stockmann's share prices underperformed both the OMX Helsinki index and the OMX Helsinki Cap index during the report period. At the end of March the stock exchange price of the Series A share was EUR 32.67, compared with EUR 36.40 at the end of 2006, and the Series B share was selling at EUR 32.73, as against EUR 36.48 at the end of 2006.

The 192 865 Stockmann shares subscribed for in December 2006 with the share options for the year 2000 were entered in the Trade Register on February 28, 2007, and they were admitted to public trading on the Helsinki Stock Exchange together with existing shares on March 1, 2007. As a consequence of the subscriptions the share capital was increased by EUR 385 730. Following the increase, the share capital was EUR 111 709 806. At March 31, 2007, Stockmann had 24 564 243 Series A shares and 31 290 660 Series B shares.

A total of 238 709 shares were subscribed for during January 1-March 30, 2007, with the share options for 2000. Of these, 18 000 shares were entered in the Trade Register on April 10, 2007 and they became available for public trading, together with the existing shares, on Helsinki Stock Exchange on April 11, 2007. As a consequence of the subscriptions the share capital was increased by EUR 36 000. In respect of 220 709 shares, the Board of Directors approved the subscriptions in its meeting on April 26, 2007. The share capital increase resulting from these subscriptions is EUR 441 418. After the above-mentioned increases, the share capital is EUR 112 187 224, with a total of 24 564 243 series A shares and 31 529 369 series B shares in issue.

On the basis of the share options for the year 2000, it was possible to subscribe for a total of 2 500 000 new series B shares, and the options were exercised during the subscription period for a total of 2 499 800 series B shares. The subscription period ended on April 1, 2007.

Stockmann held 373 134 of its own Series B shares (treasury shares) at the end of March 2007. They comprised 0.7 per cent of all the shares outstanding and 0.1 per cent of all the votes. The shares were bought back at a total price of EUR 5.6 million.

The company's Board of Directors does not have valid authorizations to increase the share capital, to float issues of convertible bonds or bonds with warrants, or to buy back its own shares.

Personnel strength

During the report period, the Stockmann Group had an average payroll of 10 308 employees, or 322 more than in the comparison period. The number of employees was raised by the department stores and other stores in Russia and the Baltic countries, but lowered by the disposal of Stockmann Auto at the beginning of March 2006. Stockmann's average number of employees, converted to full-time staff, increased by 149 and was 8 259.

At the end of March 2007, the number of staff working abroad was 3 790 people. At the end of March 2006, Stockmann had 3 064 people working abroad. The proportion of the total personnel who were working abroad was 34 per cent (32 per cent).

Full-year outlook

Major changes have not occurred in the operating environment, nor have operational risks changed materially from what was stated in the Annual Report.

Retail sales are estimated to increase by about 3 per cent in Finland in 2007. The markets in Russia and the Baltic countries are set to continue growing faster than the Finnish market. Stockmann's sales are estimated to come in at about EUR 1.6 billion.

Profit from continuing operations in the second quarter of 2007 will be weaker than in the previous year, because the Crazy Days campaign was run in the first quarter at the department stores in Finland. Profit from continuing operations in the comparison period was furthermore improved by a non-recurring capital gain of EUR 4.7 million.

Earnings in 2006 included substantial non-recurring items as a consequence of the disposal of businesses. In 2007, these will be markedly smaller than in the previous year. The Group is carrying out a number of major investments. The start-up costs of the investments that will become operational during the year will be a factor burdening the result for 2007. Because of the decrease in non-recurring items, the Group's profit before taxes will come in lower than in 2006. The objective is, however, to post improved operating profit from continuing operations compared with 2006.

Balance sheet, Group EUR millions	31.3.07	31.3.06	31.12.06
ASSETS			
Non-current assets			
Intangible assets	5.9	6.0	6.3
Property, plant and equipment	376.4	271.5	352.2
Available-for-sale investments	6.5	6.0	6.5
Deferred tax assets	2.5	3.4	2.5
Non-current assets, total	391.4	286.9	367.5
Current assets			
Inventories	181.3	190.3	155.0
Receivables, interest-bearing	100.8	108.1	98.9
Receivables, non interest-bearing	111.3	85.7	87.0
Cash and cash equivalents	23.8	14.5	59.2
Current assets, total	417.2	398.6	400.1
Assets classified as held for sale		22.9	
Assets, total	808.6	708.4	767.6
EQUITY AND LIABILITIES			
Equity	509.5	454.4	571.6
Minority interest	0.0	0.0	0.0
Equity, total	509.5	454.4	571.6
Non-current liabilities, interest-bearing	43.4	13.4	23.4
Deferred taxes liabilities	26.2	26.9	26.2
Current liabilities			
Current liabilities, interest-bearing	80.7	84.5	
Current liabilities, non interest-bearing	148.8	126.5	146.4
Current liabilities, total	229.5	211.0	146.4
Liabilities associated with assets classified as held for sale		2.6	
Equity and liabilities, total	808.6	708.4	767.6
Equity ratio, per cent	63.0	64.1	74.5
Gearing, per cent	19.7	18.4	-6.3

Cash flow from operations per share, EUR	-0.69	-0.58	2.15
Interest-bearing net debt, EUR mill.	-0.5	-24.7	-134.7
Number of shares at March 31, thousands	55.855	54.483	55.662
Weighted average number of shares, thousands	55.353	54.077	54.310
Weighted average number of shares, diluted, thousands	55.879	54.995	55.178
Market capitalization, EUR mill.	1 826.7	1 788.1	2 028.6

Equity ratio, per cent = $100 \times (\text{Equity} + \text{minority interest}) / \text{Total assets less advance payments received}$

Gearing, per cent = $100 \times \text{Interest-bearing liabilities less cash and cash equivalents} / \text{Equity total}$

Interest-bearing net debt = Interest-bearing liabilities less cash and cash equivalents less interest-bearing liabilities

Market capitalization, EUR mill. = Number of shares multiplied by the quotation for the respective share series on the balance sheet date

Cash flow statement, Group EUR millions	1-3/2007	1-3/2006	1-12/2006
Cash flows from operating activities			
Net profit for the financial year	6.1	8.4	104.7
Adjustments:			
Depreciation	9.1	8.3	32.1
Other operating income		-7.4	-34.4
Financial expenses	0.6	0.4	2.3
Financial income	-0.4	-0.6	-1.8
Taxes paid	1.9	0.3	24.3
Other adjustments	0.8	-0.2	1.7
Changes in working capital:			
Change in trade and other receivables	-22.3	4.6	1.7
Change in inventories	-26.3	-30.1	5.2
Change in trade payables and other liabilities	-2.0	-7.9	11.2
Interest paid	-0.2	-0.7	-2.5
Interest received	0.4	0.6	1.1
Taxes paid	-6.5	-7.4	-28.2
Net cash from operating activities	-38.6	-31.7	117.4
Cash flows from investing activities			
Investments in tangible and intangible assets	-33.1	-13.2	-112.2
Acquisition of subsidiary net cash acquired			-12.7
Disposal of subsidiaries less cash at date of disposal		45.7	105.0
Capital expenditures on other investments			-0.5
Cash from tangible assets			8.4
Cash from other investments		0.1	0.9
Dividends received	0.0	0.0	0.1
Net cash used in investing activities	-33.1	32.6	-11.0
Cash flows from financing activities			
Proceeds from issue of share capital	3.8	0.1	17.2
Change in short-term loans, increase (+), decrease (-)	80.7	51.2	-33.3
Long-term loans, increase (+), decrease (-)	20.0		10.0

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Dividends paid	-68.2	-56.2	-59.5
Net cash used in financing activities	36.3	-4.8	-65.6
Change in cash and cash equivalents	-35.3	-3.9	40.8
Cash and cash equivalents at start of the period	59.2	18.4	18.4
Cash and cash equivalents at end of the period	23.8	14.5	59.2

Income statement, Group, EUR millions	Continuing operations	1-3/2007 Discontinued operations	Total
Revenue	311.4		311.4
Other operating income			
Materials and consumables	-191.6		-191.6
Wages, salaries and employee benefits expenses	-50.8		-50.8
Depreciation	-9.1		-9.1
Other operating expenses	-51.7		-51.7
Operating profit	8.2		8.2
Finance income and expenses	-0.2		-0.2
Profit before tax	8.0		8.0
Income taxes	-1.9		-1.9
Profit for the period	6.1		6.1
Earnings per share, EUR	0.11		0.11
Earnings per share, diluted, EUR	0.11		0.11
Operating profit, per cent	2.6		2.6
Equity per share, EUR			9.14
Return on equity, per cent, moving 12 months			21.2
Return on capital employed, per cent, moving 12 months			22.0
Average number of employees, converted to full-time staff	8.259		8.259
Investments	33.2		33.2

Income statement, Group, EUR millions	Continuing operations	1-3/2006 Discontinued operations	Total
Revenue	269.4	61.1	330.5
Other operating income	0.0	7.4	7.4
Materials and consumables	-168.7	-52.5	-221.2
Wages, salaries and employee benefits expenses	-48.3	-5.4	-53.7
Depreciation	-8.0	-0.3	-8.3
Other operating expenses	-43.7	-2.6	-46.2
Operating profit	0.8	7.7	8.5
Finance income and expenses	0.2	0.0	0.2
Profit before tax	1.1	7.7	8.7
Income taxes	-0.3	-0.1	-0.3
Profit for the period	0.8	7.6	8.4
Earnings per share, EUR	0.02	0.14	0.16
Earnings per share, diluted, EUR	0.01	0.14	0.15
Operating profit, per cent	0.3	12.6	2.6

Equity per share, EUR			8.40
Return on equity, per cent, moving 12 months			19.4
Return on capital employed, per cent, moving 12 months			21.6
Average number of employees, converted to full-time staff	7 655	456	8 112
Investments	14.9		14.9

Income statement, Group, EUR millions	1-12/2006		Total
	Continuing operations	Discontinued operations	
Revenue	1 239.6	61.1	1 300.7
Other operating income	5.1	29.3	34.4
Materials and consumables	-721.1	-52.5	-773.6
Wages, salaries and employee benefits expenses	-199.3	-5.4	-204.7
Depreciation	-31.8	-0.3	-32.1
Other operating expenses	-192.6	-2.6	-195.1
Operating profit	99.9	29.6	129.5
Finance income and expenses	-0.5	0.0	-0.6
Profit before tax	99.4	29.6	128.9
Income taxes	-24.2	-0.1	-24.3
Profit for the period	75.2	29.5	104.7

Earnings per share, EUR	1.39	0.54	1.93
Earnings per share, diluted, EUR	1.37	0.53	1.90
Operating profit, per cent	8.1	48.4	10.0
Equity per share, EUR			10.34
Return on equity, per cent, moving 12 months			19.4
Return on capital employed, per cent, moving 12 months			22.9
Average number of employees, converted to full-time staff	7 923	114	8 037
Investments	125.5		125.5

Earnings per share, EUR = (Profit before taxes - minority interest - income taxes) / Average number of shares, adjusted for share issues

Return on equity, per cent, moving 12 months = 100 x Profit for the period (12 months) / (Equity + minority interest) (average over 12 months)

Return on capital employed, per cent, moving 12 months = 100 x (Profit before taxes + interest and other financial expenses) (12 months) / Capital employed (average over 12 months)

SEGMENT INFORMATION

Segments	1-3/2007	1-3/2006	Change per cent	1-12/2006
Sales, EUR millions				
Department Store Division	281.2	235.8	19	1 119.0
Hobby Hall	55.6	52.6	6	199.8
Seppälä	34.6	32.4	7	158.1
Shared	0.2	0.2	2	0.9

Continuing operations, total	371.7	320.9	16	1 477.8
Discontinued operations		74.8		74.8
Group	371.7	395.7	-6	1 552.6
Revenue, EUR millions	1-3/2007	1-3/2006	Change per cent	1-12/2006
Department Store Division	236.3	198.5	19	941.3
Hobby Hall	46.2	43.6	6	165.9
Seppälä	28.7	26.8	7	130.8
Shared	0.1	0.5	-79	1.7
Continuing operations, total	311.4	269.4	16	1 239.6
Discontinued operations		61.1		61.1
Group	311.4	330.5	-6	1 300.7
Operating profit, EUR millions	1-3/2007	1-3/2006	Change per cent	1-12/2006
Department Store Division	7.8	-0.1		79.5
Hobby Hall	1.5	1.0	49	7.1
Seppälä	0.8	0.8	1	21.1
Shared	-1.8	-1.4		-8.0
Eliminations	0.0	0.6		0.2
Continuing operations, total	8.2	0.8		99.9
Discontinued operations		7.7		29.6
Group	8.2	8.5	-4	129.5
Investments, gross, EUR millions	31.3.07	31.3.06	Change per cent	31.12.06
Department Store Division	30.4	12.8	138	115.3
Hobby Hall	0.6	0.7	-24	3.2
Seppälä	2.0	1.2	69	6.1
Shared	0.2	0.2	9	0.9
Continuing operations, total	33.2	14.9	123	125.5
Discontinued operations				
Group	33.2	14.9	123	125.5
Assets, EUR millions	31.3.07	31.3.06	Change per cent	31.12.06
Department Store Division	633.2	485.0	31	557.9
Hobby Hall	111.6	111.1	0	104.0
Seppälä	36.3	29.1	25	38.0
Shared	27.5	60.4	-54	67.7
Continuing operations, total	808.6	685.5	18	767.6
Discontinued operations		22.9		
Group	808.6	708.4	14	767.6
Non-interest-bearing liabilities, EUR millions	31.3.07	31.3.06	Change per cent	31.12.06
Department Store Division	116.3	98.7	18	122.0
Hobby Hall	20.0	18.8	6	13.9
Seppälä	5.3	3.9	37	10.9
Shared	33.4	29.5	13	25.8
Continuing operations, total	175.0	150.8	16	172.6
Discontinued operations		2.6		
Group	175.0	153.5	14	172.6

Market areas	1-3/2007		Total
	Continuing operations	Discontinued operations	
Sales, EUR millions			
Finland 1)	281.4		281.4
Baltic states 2)	43.0		43.0
Russia 3)	47.3		47.3
Group	371.7		371.7
Finland, per cent	75.7		75.7
International operations, per cent	24.3		24.3

			Total
	Continuing operations	Discontinued operations	
Revenue, EUR millions			
Finland 1)	234.3		234.3
Baltic states 2)	36.6		36.6
Russia 3)	40.5		40.5
Group	311.4		311.4
Finland, per cent	75.2		75.2
International operations, per cent	24.8		24.8

			Total
	Continuing operations	Discontinued operations	
Operating profit, EUR millions			
Finland 1)	10.8		10.8
Baltic states 2)	2.5		2.5
Russia 3)	-5.2		-5.2
Group	8.2		8.2
Finland, per cent	132.2		132.2
International operations, per cent	-32.2		-32.2

Investments, gross, EUR millions	31.3.2007		Total
	Continuing operations	Discontinued operations	
Finland 1)	14.3		14.3
Baltic states 2)	0.6		0.6
Russia 3)	18.3		18.3
Group	33.2		33.2
Finland, per cent	43.1		43.1
International operations, per cent	56.9		56.9

Assets, EUR millions			Total
	Continuing operations	Discontinued operations	
Finland 1)	567.3		567.3
Baltic states 2)	74.1		74.1
Russia 3)	167.3		167.3
Group	808.6		808.6
Finland, per cent	70.2		70.2
International operations, per cent	29.8		29.8

1) Department Store Divisions,
Stockmann Auto, Hobby Hall and Seppälä
2) Department Store Divisions,
Stockmann Auto, Hobby Hall and Seppälä
3) Department Store Divisions and
Seppälä

Market areas	1-3/2006		Total
	Continuing operations	Discontinued operations	
Sales, EUR millions			

Finland 1)	242.6	74.8	317.5
Baltic states 2)	36.6		36.6
Russia 3)	41.7		41.7
Group	320.9	74.8	395.7
Finland, per cent	75.6		80.2
International operations, per cent	24.4		19.8

	Continuing operations	Discontinued operations	Total
Revenue, EUR millions			
Finland 1)	202.6	61.1	263.7
Baltic states 2)	31.1		31.1
Russia 3)	35.7		35.7
Group	269.4	61.1	330.5
Finland, per cent	75.2		79.8
International operations, per cent	24.8		20.2

	Continuing operations	Discontinued operations	Total
Operating profit, EUR millions			
Finland 1)	0.9	7.7	8.6
Baltic states 2)	1.3		1.3
Russia 3)	-1.4		-1.4
Group	0.8	7.7	8.5
Finland, per cent	114.8		101.4
International operations, per cent	-14.8		-1.4

	Continuing operations	31.3.2006 Discontinued operations	Total
Investments, gross, EUR millions			
Finland 1)	9.0		9.0
Baltic states 2)	0.2		0.2
Russia 3)	5.7		5.7
Group	14.9		14.9
Finland, per cent	60.4		60.4
International operations, per cent	39.6		39.6

	Continuing operations	Discontinued operations	Total
Assets, EUR millions			
Finland 1)	524.0		524.0
Baltic states 2)	73.8		73.8
Russia 3)	87.7	22.9	110.6
Group	685.5	22.9	708.4
Finland, per cent	76.4		74.0
International operations, per cent	23.6		26.0

1) Department Store Divisions,
Stockmann Auto, Hobby Hall and Seppälä
2) Department Store Divisions,
Stockmann Auto, Hobby Hall and Seppälä
3) Department Store Divisions and
Seppälä

	Continuing operations	1-12/2006 Discontinued operations	Total
Market areas			
Sales, EUR millions			
Finland 1)	1 123.7	74.8	1 198.6
Baltic states 2)	165.3		165.3
Russia 3)	188.8		188.8

Group	1 477.8	74.8	1 552.6
Finland, per cent	76.0		77.2
International operations, per cent	24.0		22.8
	Continuing operations	Discontinued operations	Total
Revenue, EUR millions			
Finland 1)	937.5	61.1	998.5
Baltic states 2)	140.6		140.6
Russia 3)	161.6		161.6
Group	1 239.6	61.1	1 300.7
Finland, per cent	75.6		76.8
International operations, per cent	24.4		23.2
	Continuing operations	Discontinued operations	Total
Operating profit, EUR millions			
Finland 1)	75.2	7.7	82.9
Baltic states 2)	21.0		21.0
Russia 3)	3.8	21.9	25.6
Group	99.9	29.6	129.5
Finland, per cent	75.2		64.0
International operations, per cent	24.8		36.0
	Continuing operations	31.12.2006 Discontinued operations	Total
Investments, gross, EUR millions			
Finland 1)	64.0		64.0
Baltic states 2)	1.8		1.8
Russia 3)	59.7		59.7
Group	125.5		125.5
Finland, per cent	51.0		51.0
International operations, per cent	49.0		49.0
	Continuing operations	Discontinued operations	Total
Assets, EUR millions			
Finland 1)	594.8		594.8
Baltic states 2)	69.7		69.7
Russia 3)	103.1		103.1
Group	767.6		767.6
Finland, per cent	77.5		77.5
International operations, per cent	22.5		22.5
1) Department Store Divisions, Stockmann Auto, Hobby Hall and Seppälä			
2) Department Store Divisions, Stockmann Auto, Hobby Hall and Seppälä			
3) Department Store Divisions and Seppälä			
	Equity*	Share premium fund	Legal reserve
Statement of changes in equity			
Group, EUR millions			
Equity December 31, 2005	109.0	166.5	0.2
Options exercised		0.1	
Dividends			
Translation differences			
Profit for the period			
Equity March 31, 2006	109.0	166.6	0.2

Equity December 31, 2006	111.7	183.4	0.2
Options exercised	0.5	2.6	
Share bonus		0.2	
Transfer to other funds			0.0
Cost of share issue			
Dividends			
Translation differences			
Profit for the period			
Equity March 31, 2007	112.2	186.2	0.2
* including share issue			

Statement of changes in equity		Trans- lation	Retained
Group, EUR millions	Other funds**	reserve	earnings
Equity December 31, 2005	43.9	0.0	185.7
Options exercised			0.1
Dividends			-59.5
Translation differences		0.0	0.0
Profit for the period			8.4
Equity March 31, 2006	43.9	0.0	134.7
Equity December 31, 2006	43.9	0.0	232.3
Options exercised			
Share bonus			0.1
Transfer to other funds			
Cost of share issue			0.5
Dividends			-72.1
Translation differences		0.0	0.0
Profit for the period			6.1
Equity March 31, 2007	43.9	0.0	167.0
** excluding deferred tax liability			

Statement of changes in equity		Minority	
Group, EUR millions	Total	interest	Total
Equity December 31, 2005	505.2	0.0	505.3
Options exercised	0.3		0.3
Dividends	-59.5		-59.5
Translation differences	0.0		0.0
Profit for the period	8.4	0.0	8.4
Equity March 31, 2006	454.4	0.0	454.4
Equity December 31, 2006	571.6	0.0	571.6
Options exercised	3.1		3.1
Share bonus	0.3		0.3
Transfer to other funds	0.0		0.0
Cost of share issue	0.5		0.5
Dividends	-72.1		-72.1
Translation differences	0.0		0.0
Profit for the period	6.1	0.0	6.1
Equity March 31, 2007	509.5	0.0	509.5

Contingent liabilities, Group EUR millions	31.3.07	31.3.06	31.12.06
Mortgages on land and buildings	1.7	1.7	1.7
Guarantees	1.5		1.5

Pledges	0.1	0.1	0.1
Total	3.3	1.7	3.2

Lease agreements on business premises, EUR millions
Minimum rents payable on the basis of binding lease agreements on business premises

Within one year	69.9	49.7	69.6
After one year	342.9	372.4	351.5
Total	412.8	422.1	421.1

Lease payments

Within one year	1.0	0.9	1.1
After one year	0.9	0.8	0.9
Total	1.9	1.7	2.0

Derivative instruments

Nominal value			
Interest rate derivatives		5.3	

Exchange rates

Country	Currency	31.3.07	31.3.06	31.12.06
Russia	RUB	34.6580	33.5460	34.6800
Estonia	EEK	15.6466	15.6466	15.6466
Latvia	LVL	0.7097	0.6961	0.6972
Lithuania	LTL	3.4528	3.4528	3.4528

Income statement

quarterly,	Q1	Q4	Q3	Q2
Group, EUR millions	2007	2006	2006	2006
Continuing operations				
Revenue	311.4	389.6	281.1	299.5
Other operating income	0.0	0.4	0.0	4.7
Materials and consumables	-191.6	-215.6	-166.1	-170.8
Wages, salaries and employee benefits expenses	-50.8	-57.9	-44.2	-48.9
Depreciation	-9.1	-7.9	-7.9	-8.1
Other operating expenses	-51.7	-58.1	-43.0	-47.7
Operating profit	8.2	50.5	19.8	28.7
Finance income and expenses	-0.2	-0.5	0.5	-0.9
Profit before tax	8.0	50.1	20.4	27.9
Income taxes	-1.9	-12.3	-5.0	-6.6
Profit for the period, continuing operations	6.1	37.8	15.4	21.2
Discontinued operations				
Profit for the period, discontinued operations				21.9
Profit for the period	6.1	37.8	15.4	43.1

Earnings per share,

continuing operations, EUR				
Basic	0.11	0.70	0.29	0.39
Diluted	0.11	0.69	0.28	0.39
Earnings per share, discontinued operations, EUR				
Basic		0.00	-0.01	0.41
Diluted		-0.01	0.00	0.40
Earnings per share, total, EUR				
Basic	0.11	0.70	0.28	0.80
Diluted	0.11	0.68	0.28	0.79
	Q1	Q4	Q3	Q2
Sales, EUR millions	2007	2006	2006	2006
Department Store Division	281.2	363.4	249.0	270.8
Hobby Hall	55.6	55.5	45.5	46.2
Seppälä	34.6	45.3	40.2	40.2
Shared	0.2	0.2	0.2	0.3
Continuing operations, total	371.7	464.4	334.9	357.6
Discontinued operations				
Group	371.7	464.4	334.9	357.6
Revenue, EUR millions				
Department Store Division	236.3	305.5	209.8	227.4
Hobby Hall	46.2	46.1	37.8	38.4
Seppälä	28.7	37.5	33.2	33.3
Shared	0.1	0.5	0.2	0.4
Continuing operations, total	311.4	389.6	281.1	299.5
Discontinued operations				
Group	311.4	389.6	281.1	299.5
Operating profit, EUR millions				
Department Store Division	7.8	44.3	13.1	22.2
Hobby Hall	1.5	3.4	2.1	0.6
Seppälä	0.8	7.3	5.4	7.6
Shared	-1.8	-3.8	-0.9	-1.9
Eliminations	0.0	-0.6	0.1	0.2
Continuing operations, total	8.2	50.6	19.8	28.7
Discontinued operations				21.9
Group	8.2	50.6	19.8	50.6
Income statement quarterly, Group, EUR millions				
	Q1	Q4	Q3	Q2
	2006	2005	2005	2005
Continuing operations				
Revenue	269.4	379.3	262.0	274.0
Other operating income	0.0	7.0	0.0	0.0
Materials and consumables	-168.7	-214.3	-155.7	-156.6
Wages, salaries and employee benefits expenses	-48.3	-56.5	-41.8	-45.6
Depreciation	-8.0	-8.7	-6.7	-7.3
Other operating expenses	-43.7	-52.8	-40.2	-41.7
Operating profit	0.8	53.9	17.5	23.1
Finance income and expenses	0.2	-2.0	0.6	-0.5

Profit before tax	1.1	52.0	18.2	22.5
Income taxes	-0.3	-13.3	-4.7	-5.6
Profit for the period, continuing operations	0.8	38.6	13.5	16.9
Discontinued operations				
Profit for the period, discontinued operations	7.6	3.7	2.0	1.0
Profit for the period	8.4	42.4	15.4	17.9
Earnings per share, continuing operations, EUR				
Basic	0.01	0.72	0.25	0.32
Diluted	0.01	0.71	0.25	0.31
Earnings per share, discontinued operations, EUR				
Basic	0.14	0.07	0.04	0.02
Diluted	0.14	0.07	0.04	0.02
Earnings per share, total, EUR				
Basic	0.15	0.79	0.29	0.34
Diluted	0.15	0.78	0.29	0.33
	Q1	Q4	Q3	Q2
Sales, EUR millions	2006	2005	2005	2005
Department Store Division	235.8	344.3	228.4	244.4
Hobby Hall	52.6	63.4	43.9	42.7
Seppälä	32.4	45.1	40.1	39.9
Shared	0.2	0.2	0.2	0.2
Continuing operations, total	320.9	453.1	312.6	327.3
Discontinued operations	74.8	117.4	109.6	130.6
Group	395.7	570.5	422.3	457.9
Revenue, EUR millions				
Department Store Division	198.5	289.0	191.9	204.8
Hobby Hall	43.6	52.6	36.4	35.5
Seppälä	26.8	37.3	33.1	32.9
Shared	0.5	0.5	0.6	0.8
Continuing operations, total	269.4	379.3	262.0	274.0
Discontinued operations	61.1	96.4	89.9	106.8
Group	330.5	475.7	351.9	380.9
Operating profit, EUR millions				
Department Store Division	-0.1	37.8	12.1	15.2
Hobby Hall	1.0	4.3	0.9	0.2
Seppälä	0.8	14.5	6.9	8.4
Shared	-1.4	-3.3	-1.4	-1.5
Eliminations	0.6	0.6	-0.9	0.7
Continuing operations, total	0.8	53.9	17.5	23.1
Discontinued operations	7.7	4.1	1.9	1.5
Group	8.5	58.0	19.5	24.6

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CEO

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A press and analyst conference will be held today, April 26, 2007, at 14.00 at the World Trade Center, Aleksanterinkatu 17, Helsinki.